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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: JANUARY 7, 1980

Harrisburg - The maximum ceiling interest rate on residential mortgage loans of $50,000 or less was set at 12 per cent for the month of February. In setting the residential mortgage rate as required each month by state law, Pennsylvania Secretary of Banking Ben McEnteer today pointed out that the state's usury law has been preempted to a limited extent by Federal law until midnight, March 31, 1980.

The Federal law, P.L. No. 96-161, effective upon being signed by President Carter on December 28, 1979, removes all interest rate limitations concerning first lien residential mortgages. It also removes limitations on discount points or other charges in connection with first lien residential mortgage loans, or other advances of money which are secured by a first lien on residential real property.

The Department of Banking explained that the intent of the Federal law is to permit the market place to set rates for first lien residential mortgage loans by removing all state constitutional and statutory restrictions which may limit the interest rate or other charges in connection with such loans.

The new Federal law also permits each state, by specific act of its legislature, to reestablish limitations on the amount of interest, discount points or other charges which have been preempted by this Federal law. If a state does not take such action, its own preexisting limitations will become lawful again, effective April 1, 1980.

The 12 per cent rate for February compares with 12 1/4 per cent for January, and 12 per cent for December, and 10 3/4 per cent for February of 1979. The monthly mortgage rate ceiling is computed by adding 2.50 percentage points to the yield rate on long-term Government bonds as announced by the Federal Reserve Board. The latest yield rate on long-term governments was 9.52 per cent to which was added 2.50 percentage points for a total of 12.02 per cent that rounds off to the nearest quarter at 12 per cent.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: January 23, 1980

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer today announced that the Department of Banking has approved the application by Equibank N.A., Pittsburgh, for conversion from a national charter to a state charter. The conversion will be effective with the opening of business on Friday, February 1.

Equibank is the third largest commercial bank in Western Pennsylvania with total assets in excess of $2.6-billion as of year-end 1979. Chairman of Equibank is M. A. Cancelliere and president is William E. Bierer.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: January 25, 1980

Harrisburg - Full insurance of accounts by the Federal Deposit Insurance Corporation (FDIC) continues on deposits of all banks that have changed from national to State charter. Pennsylvania Secretary of Banking Ben McEnteer, in an explanatory statement, pointed out that a bank, in withdrawing from membership in the Federal Reserve System, has no effect on deposit insurance of $40,000 per account. He noted that some members of the general public apparently do not understand that the Federal Deposit Insurance Corporation (FDIC) and the Federal Reserve System are two separate and distinct government agencies that have differing functions. All banks, whether Fed members or nonmembers, State-chartered or nationally-chartered, have their deposits insured by the Federal Deposit Insurance Corporation, for which the banks pay insurance premiums.

Earlier this week, Equibank, Pittsburgh, with assets in excess of $2.6-billion, third largest bank in Pittsburgh, received approval from the Pennsylvania Department of Banking to convert to a State charter. A day later, the National Central Bank, Lancaster, with resources of over $1.7-billion, announced plans to take a State charter under the title "Hamilton Bank". A number of other smaller national banks within the Commonwealth are known to be considering a similar changeover.

In these instances, Secretary McEnteer indicated the commercial banks are making the switch for sound economic reasons and/or bank policy, that does not in any way affect the soundness of the banks or the types of services they offer. The Secretary said banks are changing to State charter from national charter because of the burdensome and unnecessarily high reserve requirements of Federal Reserve System membership. Thus, members of the Fed system are required to keep their reserves in the form of noninterest-bearing accounts with the

- more -

Federal Reserve Bank in their district. State nonmember banks may keep half of their reserves invested in approved interest-bearing government, state and municipal securities with the balance being maintained in the form of cash and correspondent bank balances. Current high interest rates they have to pay depositors and savers make it more imperative than ever that all banks earn the best return possible on such reserves. The actual reserve levels of State-chartered and nationally-chartered institutions are approximately equal. The difference is the ability of State-chartered banks to earn interest on part of their reserve balances. These balances in the cases of the larger banks amount to many millions of dollars that, when drawing interest, bring in a substantial return to the banks, enabling them to better serve their communities.

The Federal Reserve System has been seeking a legislative remedy for the situation in Congress. But Secretary McEnteer warns that the Fed and certain members of Congress are seeking to solve the Fed problem by requiring all banks to become members of the System and/or requiring universal, uniform reserves for all depository institutions to be deposited with the Fed. The Secretary, along with bankers and bank regulators throughout the nation, has been fighting these proposals as they in effect would mark the demise of the dual banking system that has proven itself over many years as the most flexible and responsive banking system in the world. According to Secretary McEnteer, the Fed and Congress can remedy the problem by agreeing to pay some interest on the reserves of member banks that it now holds, or else reduce the level of noninterest-bearing required reserves. There are proposals that include both elements of this approach.

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DEPARTMENT OF BANKING

Dick Thornburgh
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Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: January 31, 1980

Harrisburg - Everett X. Hammacher has been appointed to serve as special assistant to the Executive Deputy Secretary of Banking, it was announced today by Ben McEnteer, Pennsylvania Secretary of Banking. Hammacher is assigned to the Harrisburg headquarters after 10 years as a bank examiner.

Hammacher will act as a liaison for the Department with the public, other government officials and federal financial regulators, and will develop special projects as assigned by the Secretary and the Executive Deputy.

Hammacher received his Bachelor of Science Degree from Lebanon Valley College, Annville, Pa. in 1969, with majors in economics and business administration. While at Lebanon Valley College, he was a member of the National Science Honor Society. Hammacher joined the Banking Department as an examiner trainee the year he graduated from college. A resident of the Harrisburg area since boyhood, he and his wife Judith have two children, Everett, Jr., age 11 and Susan, age 4.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: February 6, 1980

Harrisburg - For the month of March the maximum ceiling interest rate was today set at 12 1/2% on residential mortgage loans of $50,000 or less by Pennsylvania Secretary of Banking Ben McEnteer. The ceiling rate for February, as previously announced, is 12%.

In announcing the higher March ceiling rate, Secretary McEnteer noted that the state's usury law has been preempted to a limited extent by Federal law until midnight, March 31, 1980. On April 1, preexisting limitations will again apply. This preemption became effective December 28, 1979, upon the signing by President Carter of Federal Law, P.L. No. 96-161, which removes all interest rate limitations concerning first lien residential mortgages. It also removes prohibitions on discount points or other charges in connection with first lien residential mortgage loans, or other advances of money which are secured by first lien on residential real property. As previously explained, the intent of the Federal law is to permit the market place to set rates for first lien residential mortgage loans by removing all state constitutional and statutory restrictions which may limit the interest rate or other charges in connection with such loans.

The 12 1/2% rate for March compares to 12% for February, and 12 1/4% for January. In March of 1979 the ceiling rate was 11%. The ceiling rate under law is computed by adding 2.50 percentage points to the yield rate on long-term Government securities as reported by the Federal Reserve Board and/or the U. S. Treasury. The latest yield rate on long-term Governments is 10.03% to which 2.50% is added to equal 12.53%, that is rounded off to the nearest quarter as 12 1/2%.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
HARRISBURG, PENNSYLVANIA 17120

BEN McENTEER
SECRETARY OF BANKING

February 14, 1980

TO: CHIEF EXECUTIVE OFFICERS OF STATE-CHARTERED BANKS:

We have been requested by the Department of State, Bureau of Professional and Occupational Affairs, to bring to your attention certain information concerning Act No. 286, which became effective December 8, 1976.

Among other things, the Act adds a requirement for registering Public Accountants. Certified Public Accountants who are certified and Public Accountants who are registered, now are permitted legally to provide the attest function in financial statements. Accountants who are not certified or registered are not permitted to provide the attest function.

Certified Public Accountants will have been issued a current numbered certificate; Public Accountants a current numbered registration.

Please inform the appropriate officers in your institution about these legal requirements presently in effect.

Thank you for your cooperation in this matter.

BEN McENTEER
Secretary of Banking

BMcE/jmr

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: February 21, 1980

Marietta, Pa., Feb. 21 - Pennsylvania Secretary of Banking Ben McEnteer praised the Farmers First Bank of Lititz for its faith in Marietta at the bank's opening today of a second branch office in the Marietta area, a short distance from the crippled nuclear power station at Three Mile Island.

Robert S. Bolinger, president of Farmers First, noted that the bank has had an office in Marietta since 1863, when Lincoln was President of the nation.

A sign of Farmers First's faith and confidence in the future is the announcement by bank president Bolinger, that with the opening of the bank's newest office, Farmers First is placing in operation a sophisticated, largely electronic branch office that represents the most advanced state of the art.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: MARCH 6, 1980

Harrisburg - The ceiling maximum rate on residential mortgages in Pennsylvania of $50,000 or less was today set at 14% for the month of April. This is an increase of 1 1/2% from the ceiling rate of 12 1/2% for March, it was announced today by Secretary of Banking Ben McEnteer.

The Secretary said that by state law the Department computes the monthly mortgage rate ceiling by adding two and a half percentage points to the yield rate on long-term Government bonds as computed by the Federal Reserve Board and/or the U. S. Treasury. The latest monthly yield rate on long-term Government bonds was set at 11.55%, to which the Department added 2 1/2% points for a total of 14.05% that is rounded off to the nearest quarter at 14%. This is the highest maximum mortgage ceiling rate set since the monthly rate was started in 1974.

For the months of January, February and March, the state's usury law has been preempted to a limited extent by Federal law (P.L. 96-161). On April 1st, preexisting state limitations will again apply unless the U. S. Congress acts before midnight, March 31st to extend the Federal pre-emption. For January the ceiling rate was 12 1/4% and for February it was 12%.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112 SENT UNDATED 3-13-80-PRESS ONLY FOR RELEASE:

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer commented in the Banking Department's 1979 Annual Report released today that a great deal of his time and effort in the past year has been devoted to preserving the dual banking or dual financial system of State- and Federally-chartered units.

He stated that in cooperation with officials of other state banking departments, he has worked to fend off proposals of the Federal Reserve Board to have Congress legislate compulsory membership in the Federal Reserve System, or provide it with compulsory uniform reserve setting privileges for all depository institutions offering transaction accounts. According to Secretary McEnteer, such powers, if centralized in Washington, could spell the demise of the dual banking system.

In presenting the case for freedom of choice by financial institutions, the Secretary made these points:

- Reserve balances are not necessary or used by the Fed in its efforts to control the money supply or control monetary policy.
- The Federal Reserve System was not established to be a tax collector for the Federal Treasury. Currently required reserve balances from member banks are used to earn income for the Fed. The amount earned above the Fed's cost of doing business is passed on to the Treasury. Thus, it becomes a hidden tax on member banks and indirectly on users of banks' services.
- The Fed membership problem created by the Fed itself could be easily remedied by reducing reserve requirements for members and paying some interest on required reserves.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Monday, March 24, 1980

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Secretary of Banking Ben McEnteer today released the consolidated statement of all State-chartered banking institutions as of December 31, 1979 compared with December 31, 1978.

Pennsylvania State-chartered institutions recorded substantial gains in resources in 1979. Total resources reflect an all time high of $39,464,873,000, an increase of $2,961,315,000 or 8.11%. Net operating earnings were $359,076,000, an increase of $27,821,000, up 8.40% from $331,255,000 on December 31, 1978.

During this period, the number of branches increased from 1,196 to 1,247 and total banking offices from 1,357 to 1,408. Mergers of two National banks into State banks and two State banks into National banks were approved. One National bank converted to a State-charter and one Federal savings and loan association converted to a State mutual savings bank charter.

Attention is directed to the appended consolidated statement and compilations of important ratios.

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PENNSYLVANIA STATE LIBRARY
DOCUMENTS SECTION

DISTRIBUTION OF ASSETS
STATE-CHARTERED COMMERCIAL BANKS

	State Average
As a Percentage of Total Assets:	
Cash Assets	9.38%
Investment Securities	26.51%
Loans and Discounts (Including Federal Funds Sold)	60.59%
Real Estate Assets	1.33%
Other Assets	2.19%
	100.00%
Total Capital Accounts as a Percentage of:	
Total Assets	8.17%
Total Assets Less U.S. Government Securities and Cash Assets	9.95%
Total Deposits	9.84%
Percentage of:	
Time and Savings Deposits to Total Deposits	70.39%
Loans to Deposit Ratio	72.98%

EARNINGS RATIOS OF COMMERCIAL BANKS ACCORDING TO ASSET SIZE

	Under $10,000M	$10,000M to $25,000M	$ 25,000M to $100,000M	$100,000M to $250,000M	Over $250,000M
Net Operating Earnings to Average Total Assets	1.75%	1.63%	1.38%	1.19%	.99%
Net Income After Related Taxes to Average Total Assets	1.45%	1.37%	1.19%	1.33%	.88%
Net Income After Related Taxes to Average Total Capital Accounts	7.51%	13.97%	13.53%	13.59%	11.12%
Dividends to Average Total Capital Accounts	2.45%	2.99%	3.82%	4.60%	4.67%
Income on Loans to Average Loans	10.50%	9.47%	9.85%	10.24%	12.50%
Interest and Dividends on Securities to Average Securities	8.29%	6.61%	6.41%	6.54%	6.85%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	6.30%	5.76%	6.33%	6.53%	8.52%

EARNINGS RATIOS - ALL STATE COMMERCIAL BANKS

	1978	1979
Net Operating Earnings to Average Total Assets	1.00%	1.10%
Net Income After Related Taxes to Average Total Assets	0.94%	0.99%
Net Income After Related Taxes to Average Total Capital Accounts	11.45%	12.08%
Dividends to Average Total Capital Accounts	4.55%	4.55%
Income on Loans to Average Loans	10.57%	11.92%
Interest and Dividends on Securities to Average Securities	6.33%	6.84%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	6.77%	7.90%

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

The following is a comparative statement of condition of Pennsylvania State banks, ank and trust companies, savings institutions, private banks and trust companies. Also resented are figures for trust departments of State institutions authorized to do a iduciary business under the supervision of this Department.

ESOURCES	December 31, 1979	December 31, 1978	Increase+ Decrease-
ash, Due from Banks, etc.	$ 2,763,317	$ 2,461,827	$ 301,490+
.S. Government and Agency Obligations	4,841,333	4,417,753	423,580+
bligations of State and Political Subdivisions	3,762,423	3,663,720	98,703+
ther Bonds, Notes, Debentures and Corporate Stocks	3,689,936	3,837,711	147,775-
ederal Funds Sold	1,086,460	732,152	354,308+
oans and Discounts	22,083,622	20,293,637	1,789,985+
ank Premises & Furn. & Fixt.	427,910	396,202	31,708+
ther Real Estate	40,863	64,625	23,762-
ther Resources	769,009	635,931	133,078+
otal Resources	$39,464,873	$36,503,558	$2,961,315+
IABILITIES			
emand Deposits	$ 6,387,518	$ 6,071,285	$ 316,233+
ime and Savings Deposits	27,374,973	25,246,714	2,128,259+
ederal Funds Purchased	1,709,548	1,470,663	238,885+
orrowed Money	371,087	366,289	4,798+
ther Liabilities	675,163	650,948	24,215+
otal Liabilities	$36,518,289	$33,805,899	$2,712,390+
APITAL ACCOUNTS			
apital Securities	$ 332,742	$ 338,070	$ 5,328-
apital Stock	335,138	319,895	15,243+
et Worth of Private Banks	6,807	4,991	1,816+
urplus	1,562,123	1,431,584	130,539+
ndivided Profits	680,293	554,103	126,190+
eserves	29,481	49,016	19,535-
otal Capital Accounts	$ 2,946,584	$ 2,697,659	$ 248,925+
otal Liabilities and Capital Accounts	$39,464,873	$36,503,558	$2,961,315+
ESOURCES (By Type of Institution)			
anks	$ 1,562,133	$ 1,596,514	$ 34,381-
ank and Trust Companies	24,343,355	22,426,537	1,916,818+
avings Banks	13,470,665	12,407,340	1,063,325+
rivate Banks	76,823	62,307	14,516+
rust Companies	11,897	10,860	1,037+
otal Resources	$39,464,873	$36,503,558	$2,961,315+
RUST FUNDS	$17,342,034	$16,061,861	$1,280,173+
OTAL DEPOSITS	33,762,491	31,317,999	2,444,492+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
anks	50	65	52	69
ank and Trust Companies	95	978	94	939
avings Banks	9	201	8	186
rivate Banks	5	3	5	2
rust Companies	2	0	2	0
otal	161	1,247	161	1,196

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: APRIL 14, 1980

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer announced today that the interest ceiling rate for the month of May on residential mortgages of $50,000 or less will be 14 1/4%, compared with the 14% previously established for April.

By State law, the Banking Department each month computes the mortgage ceiling maximum rate by adding 2.50 percentage points to the yield rate on long-term Government bonds as published by the Federal Reserve Board and/or the U. S. Treasury. The latest monthly yield rate on long-term Government bonds was set at 11.87%, to which the Department added 2.50 percentage points for a total of 14.37 percent that rounds off to the nearest quarter at 14 1/4%.

For the first three months of 1980 the Commonwealth's usury law was preempted to a limited extent by Federal law (P.L. 96-161). The preemption expired March 31, but was extended permanently by President Carter when on Monday, March 31, he signed into law the Depository Institutions Deregulation and Monetary Control Act of 1980. The monthly ceiling rate still applies to certain categories of mortgages not covered by the statute. Among these are most mortgages created when the homeowner accepts a mortgage directly from the buyer.

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
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Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: MAY 8, 1980

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer today announced that the mortgage ceiling rate on residential mortgages of $50,000 or less would decline to 13 1/4% for the month of June. The May maximum ceiling rate is 14 1/4%.

Each month the Banking Department, under state law, computes the mortgage ceiling rate by adding 2.50 percentage points to the yield rate on long-term Government bonds as published by the Federal Reserve Board and/or the U. S. Treasury. The latest monthly yield rate on long-term Government bonds was set at 10.83%, to which the Department added 2.50 percentage points for a total of 13.33% that is rounded off to the nearest quarter at 13 1/4%. In May and June of 1979 the mortgage ceiling was 11%.

For the first three months of 1980 the Commonwealth's usury statute was preempted to a limited extent by Federal law (P.L. 96-161). This preemption expired March 31, but was permanently extended by President Carter on that same date when he signed into law the Depository Institutions Deregulation and Monetary Control Act of 1980. The monthly ceiling rate as computed by the Department still applies to certain categories of mortgages not covered by the Federal statute. Among these are non-Federally related mortgages and mortgages created when the homeowner/seller accepts a mortgage directly from the buyer.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
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Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: MAY 31, 1980

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer today announced that as of Saturday, May 31, 1980 the maximum finance charge on Class I, new motor vehicles, under the state's "Motor Vehicles Sales Finance Act" as recently amended, will be 9%. The rate, computed on an "add-on" basis, becomes legally effective with publication in the May 31, 1980 "Pennsylvania Bulletin" and will remain so until further notice. The Pennsylvania Bulletin is the journal of record for such announcements. These announcements must be received by the Legislative Reference Bureau eight days prior to the date of publication in the Bulletin.

(The announcement in the Pennsylvania Bulletin of May 31, 1980 has a printer's typographical error which incorrectly gives the maximum finance charge on Class I new motor vehicle loans as 11%. The correct maximum finance charge is 9%, computed by law as indicated in the next paragraph.)

The Governor signed into law Act No. 1980-53 on May 21, 1980, which empowers the Secretary of Banking to set the maximum finance charge on Class I new car loans, by relating the maximum finance charge to the rise and fall of the Federal Reserve discount rate. Whenever the Fed discount rate is 11%, the maximum finance rate on Class I new car loans will be 8% per year, computed on an "add-on" basis. Whenever the Fed discount rate is less than 11%, the maximum Class I new car finance rate will be 7% per year, computed on an "add-on" basis. Whenever the Fed discount rate is over 11%, the Class I new car maximum finance rate will be changed one-half of 1% up or down for every 1% change in the Fed discount rate. The Fed discount rate was 13% (as of the May 22 filing for publication in the Pennsylvania Bulletin),

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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433 Education Bldg.
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Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Tuesday, June 3, 1980

Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of State-chartered banking institutions as of March 31, 1980.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $44,027,575,000 and reflect an increase of $7,185,652,000, up 19.5% from March 31, 1979. Of this increase, $4,562,047,000 resulted from the conversion of four National banks to State charters. The percentage of increase due to these conversions is 12.4%. Excluding the conversions, increases of $2,250,990,000 in deposits and $237,755,000 in capital accounts contributed to the growth and provided funds for increases of $1,407,134,000 in loans and $279,245,000 in investments.

Total resources of State-chartered commercial banks are distributed as follows: Loans and discounts - 60.8%; securities investments - 27.0%; cash and due from banks - 8.7%; and all other resources - 3.5%. The ratio of total capital accounts to total deposits is 9.8%. The loans to deposit ratio is 74.4%. The total capital accounts to total resources ratio is 8.0%.

During this period the number of branches increased from 1,211 to 1,417 and banking offices now total 1,582.

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PENNSYLVANIA STATE LIBRARY
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state-chartered banks, bank and trust companies, savings institutions, private banks, and trust companies. Also presented are figures for trust departments of State institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	March 31, 1980	March 31, 1979	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 2,982,604	$ 2,224,065	$ 758,539+
U.S. Government and Agency Obligations	5,766,710	4,504,449	1,262,261+
Obligations of State and Political Subdivisions	4,095,491	3,601,860	493,631+
Other Bonds, Notes, Debentures and Corporate Stocks	3,639,612	3,801,479	161,867-
Federal Funds Sold	1,298,845	704,781	594,064+
Loans and Discounts	24,846,560	20,794,005	4,052,555+
Bank Premises & Furn. & Fixt.	480,133	406,739	73,394+
Other Real Estate	44,031	56,244	12,213-
Other Resources	873,589	748,101	125,488+
Total Resources	$44,027,575	$36,841,723	$7,185,852+
LIABILITIES			
Demand Deposits	$ 6,757,728	$ 5,649,261	$1,108,467+
Time and Savings Deposits	30,494,398	25,901,614	4,592,784+
Federal Funds Purchased	2,020,690	1,716,753	303,937+
Borrowed Money	348,602	189,286	159,316+
Other Liabilities	1,113,740	618,666	495,074+
Total Liabilities	$40,735,158	$34,075,580	$6,659,578+
CAPITAL ACCOUNTS			
Capital Securities	$ 345,639	$ 336,215	$ 9,424+
Capital Stock	383,539	325,903	57,636+
Net Worth of Private Banks	7,959	5,482	2,477+
Surplus	1,702,318	1,351,644	350,674+
Undivided Profits	818,108	699,362	118,746+
Reserves	34,854	47,537	12,683-
Total Capital Accounts	$ 3,292,417	$ 2,766,143	$ 526,274+
Total Liabilities and Capital Accounts	$44,027,575	$36,841,723	$7,185,852+
RESOURCES (By Type of Institution)			
Banks	$ 1,727,439	$ 1,484,923	$ 242,516+
Bank and Trust Companies	28,779,207	22,393,662	6,385,545+
Savings Banks	13,425,028	12,885,736	539,292+
Private Banks	83,557	65,705	17,852+
Trust Companies	12,344	11,697	647+
Total Resources	$44,027,575	$36,841,723	$7,185,852+
TRUST FUNDS	$18,650,039	$15,092,745	$3,557,294+
TOTAL DEPOSITS	$37,252,126	$31,550,875	$5,701,251+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	51	67	51	69
Bank and Trust Companies	98	1,145	95	950
Savings Banks	9	202	8	189
Private Banks	5	3	5	3
Trust Companies	2	0	2	0
Total	165	1,417	161	1,211

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: JUNE 5, 1980

Harrisburg - The maximum/ceiling rate on residential mortgages of $50,000 or less will decline to 12 1/4% in July, it was announced today by Pennsylvania Secretary of Banking Ben McEnteer. This represents a one percentage point drop from the 13 1/4% ceiling rate for June.

Under state law, the Banking Department each month computes the mortgage ceiling rate by adding 2.50 percentage points to the yield rate on long-term Government bonds as published by the Federal Reserve Board and/or the U. S. Treasury. The latest monthly yield rate on long-term Government bonds was set at 9.82%, to which the Department adds 2.50 percentage points for a total of 12.32%, that is rounded off to the nearest quarter at 12 1/4%. In June and July of 1979 the mortgage ceiling was 11% for both months.

For the first three months of 1980 the Commonwealth's usury statute was preempted to a limited extent by Federal law (P.L. 96-221). This preemption expired March 31, but was permanently extended by President Carter on that same date when he signed into law the Depository Institutions Deregulation and Monetary Control Act of 1980. The monthly maximum/ceiling rate as computed by the Department still applies to certain categories of mortgages not covered by Federal statute. Among these are nonFederally-related mortgages and mortgages created when the homeowner/seller accepts a mortgage directly from the buyer.

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: JUNE 7, 1980

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer today announced that as of Saturday, June 7, 1980 the maximum finance charge on Class I, new motor vehicles, under the state's "Motor Vehicle Sales Finance Act" will be reduced to 8 1/2% from 9%, computed on an "add-on" basis. The reduction reflects the lowering on May 28, 1980 by the Federal Reserve of the discount rate to 12% from 13%.

The reduced maximum rate on Class I, new car loans becomes legally effective with publication in the June 7, 1980 "Pennsylvania Bulletin" and will remain so until further notice. The Pennsylvania Bulletin is the journal of record for such announcements, which must be received by the Legislative Reference Bureau 8 days prior to the date of publication in the Bulletin.

The Secretary of Banking establishes the maximum loan rate on Class I new cars as provided in Act No. 1980-53, signed by the Governor, May 21, 1980. The Act provides for the rate to rise or fall in relation to the Fed discount rate. Whenever the Fed discount rate is 11% the maximum Class I new car finance rate will be 8% per year computed on an "add-on" basis. Whenever the Fed discount rate is less than 11% the maximum Class I new car finance rate will be 7% per year. Whenever the Fed discount rate is over 11%, the Class I new car maximum finance rate will be changed one-half of 1% up or down for every 1% change in the Fed discount rate. As of May 28, 1980, the Fed discount rate was reduced to 12% from 13%, which is one percentage point above the 11% mark. Thus, the Class I new car finance rate is arrived at by adding one-half percent to 8%, which results in the 8 1/2% maximum loan rate for Class I new cars.

The "Add-on" rate means the interest is added to the principle amount financed. The 8 1/2 add-on finance rate has an annual percentage rate of 15.40% based on a $1,000 loan for three years.

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: JUNE 23, 1980

Harrisburg - The Pennsylvania maximum finance charge on Class I new motor vehicles dropped to 8%, computed on an "add-on" basis. The decline to 8% from 8½% became effective Friday, June 13, as reported by Pennsylvania Secretary of Banking Ben McEnteer.

The lower maximum financing rate for "Class I" new cars reflected the drop in the Federal Reserve discount rate to 11% from 12%. Under a recent amendment to the "Motor Vehicle Sales Finance Act" the rate on Class I new car loans is indexed to the Federal Reserve discount rate.

Under the amendment, when the discount rate is at 11% or below, there is no requirement for the publication of the rate in the Pennsylvania Bulletin, the Commonwealth's journal of record. When the discount rate is 11% or less the maximum finance rate for new car loans becomes effective with the setting of the applicable discount rate by the Federal Reserve Banks of Philadelphia and Cleveland, whose districts encompass Pennsylvania.

Any changes in the Federal Reserve discount rate when it is over 11% become effective only upon the date of publication in the Pennsylvania Bulletin for purposes of the maximum Class I new car finance charge rate.

The annual percentage rate ("APR") for 8% add-on is 14.55% compared to 15.40% for 8½% based on a $1,000 loan for three years.

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: JULY 2, 1980

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer today warned customers of financial institutions throughout the state to beware of fast-talking con artists posing as bank examiners or some other type of state or federal fiscal agents or as bank officials.

A number of such flim-flam schemes have recently been attempted in Central Pennsylvania and elsewhere in the Commonwealth. Because of the high mobility of this type of criminal, the Secretary of Banking is issuing a statewide warning at this time.

These "confidence men" often prey upon the elderly and infirm. Cases exist where the unwary have been bilked out of their entire life savings. To establish credibility the con men casually find out where the intended victim has a deposit account. Showing feigned familiarity with the unsuspecting individual's financial affairs, the con artist suggests the withdrawal of all or part of the person's funds on the grounds that, as an "examiner", they are making a spot check of deposit accounts. As they are provided with the withdrawn money, the con men say that they will return it to the financial institution to complete the "test".

Under no circumstances should a depositor withdraw funds in any amount, large or small, and then turn them over to a stranger who claims to be some sort of financial institution examiner or bank official. Alleged documentary proof of official capacity is not to be believed. Remember, bank examiners or any financial institution examiners simply do not contact individual depositors and request withdrawal of funds for any reason.

- more -

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: JULY 8, 1980

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer today announced that the maximum ceiling rate for residential mortgages of $50,000 or less will decline to 12% in August. For July the ceiling rate is 12 1/4%, as previously disclosed.

The Banking Department under state law each month computes the mortgage ceiling rate by adding 2.50 percentage points to the yield rate on long-term Government bonds as published by the Federal Reserve Board and/or the U. S. Treasury. The latest monthly yield rate on long-term Government bonds was set at 9.40%, to which the Department adds 2.50 percentage points for a total of 11.90%, that is rounded off to the nearest quarter at 12%. In 1979 the July maximum ceiling was 11%, and the August rate was 10 3/4%.

However, the state's usury statute was preempted by the Federal Law, the Depository Institutions Deregulation and Monetary Control Act of 1980, signed by the President on March 31, 1980. The monthly maximum ceiling rate as computed by the Department still applies to certain categories of mortgages not covered by Federal statute. Among these are non-Federally related mortgages, and mortgages created when the homeowner/seller accepts a mortgage directly from the buyer.

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: July 29, 1980

Harrisburg - Ben McEnteer, Pennsylvania Secretary of Banking, announced that effective July 28, the maximum finance charge on Class I new motor vehicles has been reduced to 7% add-on from 8%. This results in an annual percentage rate (APR) of 12.68% for a 48-month loan, down from an APR of 14.35% on the basis of an 8% add-on rate.

The reduction is in accordance with the Motor Vehicle Sales Finance Act as amended. Under the Act, the maximum finance charge on Class I new cars is indexed to the discount rate as set by the regional Federal Reserve Banks in Cleveland and Philadelphia.

Announced last Friday, but effective Monday, July 28, the Federal Reserve Bank of Cleveland established a discount rate of 10%, while the Federal Reserve Bank of Philadelphia reduced its discount rate to 10%, effective today (July 29). However, the new reduced 7% add-on maximum finance charge for Class I new motor vehicles became effective Monday for the entire state, as the Act allows the Department to immediately use the lower of two rates. Geographically, Pennsylvania has part of the state in the Fourth Federal Reserve District, Cleveland, and part in the Third Federal Reserve District, Philadelphia.

The Act provides that the maximum finance charge on Class I new motor vehicles is 7% add-on whenever the discount rate is below 11%. When it is 11% the maximum finance charge is 8%, computed on an add-on basis. When the discount rate is in excess of 11% the maximum finance charge increases by one-half of one percent for every one percent increase in the discount rate.

When the discount rate is less than 11%, the 7% maximum finance charge becomes effective on the same day that it is made effective by the Federal Reserve.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: August 6, 1980

Harrisburg - Ben McEnteer, Pennsylvania Secretary of Banking, today announced that the maximum ceiling rate for residential mortgages of $50,000 or less would increase to 12 1/4% in September, up from 12% for August. The ceiling rate was 10 3/4% in September of last year.

Each month the Pennsylvania Department of Banking, by law, computes the mortgage ceiling rate by adding 2.50 percentage points to the yield rate on long-term Government bonds as published by the Federal Reserve Board and/or the U. S. Treasury. The latest yield rate on long-term Government bonds was 9.83%, to which the Department added 2.50 percentage points for a total of 12.33%, which rounds off to the nearest quarter as 12 1/4%.

Earlier this year, the interest rate limitations under the state's usury statute were preempted to a great extent by Federal law, the Depository Institutions Deregulation and Monetary Control Act of 1980. The monthly maximum ceiling rate as computed by the Department, however, still applies to certain categories of mortgages not covered by Federal statute. Among these are non-Federally related mortgages, and mortgages created when the homeowner/seller accepts a mortgage directly from the buyer.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: SEPTEMBER 5, 1980

Harrisburg - The maximum ceiling rate on Pennsylvania residential mortgages of $50,000 or less will increase to 13% for the month of October, it was announced today by Secretary of Banking Ben McEnteer. The maximum for September as previously reported is 12¼%. In October of 1979 the ceiling rate was 11%.

By law, each month the Pennsylvania Department of Banking computes the mortgage ceiling rate by adding 2.50 percentage points to the yield rate on long-term Government bonds as published by the Federal Reserve Board and/or the U. S. Treasury. The latest yield rate on long-term Government bonds was 10.53%, to which the Department added 2.50 percentage points for a total of 13.03%, which rounds off to the nearest quarter as 13%. This is the second time this year and the second time since the law was enacted that the ceiling-rate is in the 13% range. The previous instance was this past June when the ceiling was 13¼%. In May of this year the ceiling was 14¼%.

Earlier this year, the interest rate limitations under the state's usury statute were preempted to a great extent by Federal law, the Depository Institutions Deregulation and Monetary Control Act of 1980. The monthly maximum ceiling rate as computed by the Department does, however, still apply to certain categories of mortgages not covered by the Federal statute. Among these are non-Federally related mortgages, and mortgages created when the homeowner/seller accepts a mortgage directly from the buyer.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Friday, September 5, 1980

31.17/8
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C.2

Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of State-chartered banking institutions as of June 30, 1980.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $44,903,915,000 and reflect an increase of $7,073,760,000, up 18.7% from June 30, 1979. Of this increase, $4,785,599,000 resulted from the conversion of four National banks to State charters. The percentage of increase due to these conversions is 12.7%. Excluding the conversions, increases of $1,844,168,000 in deposits and $215,702,000 in capital accounts contributed to the growth and provided funds for increases of $671,274,000 in loans, $352,037,000 in investments and $770,521,000 in federal funds sold.

Total resources of State-chartered commercial banks are distributed as follows: Loans and discounts - 60.7%; securities investments - 26.7%; cash and due from banks - 8.7%; and all other resources - 3.9%. The ratio of total capital accounts to total deposits is 9.9%. The loans to deposit ratio is 75.1%. The total capital accounts to total resources ratio is 7.2%.

During this period the number of branches increased from 1,218 to 1,429 and banking offices now total 1,594.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania State banks, k and trust companies, savings institutions, private banks and trust companies. Also sented are figures for trust departments of State institutions authorized to do a iuciary business under the supervision of this Department.

	JUNE 30, 1980	JUNE 30, 1979	Increase+ Decrease-
SOURCES			
sh, Due from Banks, etc.	$ 3,136,651	$ 2,384,571	$ 752,080+
S. Government and Agency Obligations	5,892,407	4,510,802	1,381,605+
ligations of State and Political Subdivisions	3,949,113	3,498,772	450,341+
ner Bonds, Notes, Debentures and Corporate Stocks	3,718,706	3,895,753	177,047-
deral Funds Sold	1,752,090	699,176	1,052,914+
ans and Discounts	24,934,011	21,655,521	3,278,490+
nk Premises & Furn. & Fixt.	490,775	411,889	78,886+
her Real Estate	48,876	51,659	2,783-
her Resources	981,286	722,012	259,274+
tal Resources	$44,903,915	$37,830,155	$7,073,760+
ABILITIES			
mand Deposits	$ 6,798,139	$ 5,845,459	$ 952,680+
me and Savings Deposits	30,926,535	26,395,702	4,530,833+
deral Funds Purchased	2,499,883	1,642,428	857,455+
rrowed Money	340,610	433,873	93,263-
her Liabilities	996,739	662,868	333,871+
tal Liabilities	$41,561,906	$34,980,330	$6,581,576+
APITAL ACCOUNTS			
apital Securities	$ 348,133	$ 334,258	$ 13,875+
apital Stock	388,656	331,166	57,490+
et Worth of Private Banks	8,355	5,719	2,636+
urplus	1,727,785	1,372,287	355,498+
ndivided Profits	836,431	755,043	81,388+
eserves	32,649	51,352	18,703-
otal Capital Accounts	$ 3,342,009	$ 2,849,825	$ 492,184+
otal Liabilities and Capital Accounts	$44,903,915	$37,830,155	$7,073,760+
RESOURCES (By type of Institution)			
Banks	$ 1,724,332	$ 1,599,814	$ 124,518+
Bank and Trust Companies	29,363,488	23,065,865	6,297,623+
Savings Banks	13,709,361	13,084,864	624,497+
Private Banks	94,123	67,855	26,268+
Trust Companies	12,611	11,757	854+
Total Resources	$44,903,915	$37,830,155	$7,073,760+
TRUST FUNDS	$19,107,261	$16,188,478	$2,918,783+
TOTAL DEPOSITS	$37,724,674	$32,241,161	$5,483,513+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	51	68	51	69
Bank and Trust Companies	98	1,154	95	957
Savings Banks	9	204	8	189
Private Banks	5	3	5	3
Trust Companies	2	0	2	0
Total	165	1,429	161	1,218

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: SEPTEMBER 23, 1980

Harrisburg - Executives of State-chartered banks throughout the central and eastern portions of the State will gather on Thursday, September 25, at the Penn Harris Motor Inn, Camp Hill, for an all-day program prepared by the Pennsylvania Department of Banking. A similar meeting will be held a week later on Thursday, October 2, in Pittsburgh, for State-chartered banks in the western portion of the Commonwealth at the Holiday Inn Parkway West.

"A Day With The Secretary" will be presented in cooperation with the Conference of State Bank Supervisors (CSBS) based on the theme "Pennsylvania Banking -- Present and Future!".

In addition to Pennsylvania Secretary of Banking Ben McEnteer, featured speakers at the morning session will include James L. Sexton, Deputy Director, Division of Bank Supervision, Federal Deposit Insurance Corporation, Washington, D. C., and Representative L. Eugene Smith, Chairman, Business and Commerce Committee, Pennsylvania House of Representatives.

Members of the Department staff taking part in the presentation will be led by William J. Beatty, Deputy Secretary of Banking, and will include John E. Nanorta, Chief Counsel, and Wilbur H. Stark, Consumer Affairs Coordinator. In Pittsburgh, Senator Edward P. Zemprelli, Majority Leader of the State Senate, will replace Representative Smith on the program.

Luncheon speaker in Harrisburg will be Wilson D. McElhinny, Chairman and President of Hamilton Bank, Lancaster; while in Pittsburgh, the luncheon speaker will be Edward P. Junker, III, President of Marine Bank, Erie.

- more -

In the afternoon, Alexander W. Neale, Jr., Vice President of CSBS, will speak on "National Legislative Issues". In Harrisburg he will be followed by Joseph E. Jones, Vice President of CSBS, and in Pittsburgh by Raymond T. Garea, Director of Education and Research of CSBS. Both Jones and Garea will have as their topic the organizational objectives of the Conference of State Bank Supervisors.

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: September 26, 1980

Harrisburg - Ben McEnteer, Pennsylvania Secretary of Banking, announced that effective September 26, 1980, the maximum finance charge applicable to the purchase of "Class I" new motor vehicles has been increased to 8% per annum add-on in accordance with the provisions of the Motor Vehicle Sales Finance Act, as amended.

The Act provides that the finance charge is to be indexed to the discount rate established by the various Federal Reserve Banks. On September 26, the Cleveland and Philadelphia Federal Reserve banks (which encompass the federal reserve districts for the entire State of Pennsylvania) announced the increase of the discount rate from 10% to 11%.

Whenever the discount rate is less than 11%, the maximum finance charge rate on "Class I" new motor vehicles is 7% add-on per year. When the discount rate is 11%, as at present, the maximum finance charge rate on Class I new motor vehicles is 8% add-on. Whenever the discount rate exceeds 11% the finance charge rate is adjusted according to the Act and the adjusted rate becomes effective upon publication in the Pennsylvania Bulletin, the Commonwealth's journal of record.

The annual percentage rate ("APR") for 8% add-on is 14.55%, compared to 12.83% for 7% based on a $1,000 loan for three years.

##

FOR IMMEDIATE RELEASE
1030-R80

GOVERNOR'S PRESS OFFICE
COMMONWEALTH OF PENNSYLVANIA
CONTACT: Steven Fink
Deputy Press Secretary
(717) 783-1116

HARRISBURG (Nov. 6) -- Gov. Dick Thornburgh today announced the appointment of Philadelphia bank executive Paul J. Lawrence as deputy secretary for the state Department of Banking.

Lawrence, 54, will be responsible for the department's legislative activities, as well as supervising the consumer credit and administrative services bureaus.

A senior vice president of First Pennsylvania Corp.'s Corporate Insurance and Audit Group since 1974, Lawrence began his 20-year career with First Pennsylvania as assistant vice president in the bank's Mortgage Loan Department in 1961. From 1966 to 1974, he was senior vice president, Finance, and senior vice president and controller of First Pennsylvania Bank.

He served as assistant treasurer with the W.A. Clarke Mortgage Co., Philadelphia, from 1956-1961, and previously was a senior auditor and management consultant for the certified public accounting firm of Main, Hurdman and Cranstoun, Philadelphia, from 1949-1956.

A certified public accountant, Lawrence graduated with a bachelor's degree in accounting from Rider College, Lawrenceville, N.J. in 1949. He did post-graduate work in management and mortgage banking at Michigan State and Columbia Universities, and completed additional financial training at the Graduate School of Business at Northwestern University. He also serves as vice president of the Financial Executives Institute, Philadelphia chapter.

Lawrence and his wife, Eleanor, reside in Berwyn, Chester County.

He will begin his duties immediately at an annual salary of $38,494.

# # #

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: NOVEMBER 18, 1980

Harrisburg - Effective November 29, the maximum finance charge applicable to the purchase of "Class I" new motor vehicles will be increased to 8½%, it was announced today by Pennsylvania Secretary of Banking Ben McEnteer. The increase to 8½% per annum add-on from 8% is in accordance with the provisions of the Motor Vehicle Sales Finance Act, as amended, to reflect changes in the Federal Reserve discount rate to which the motor vehicle rate is indexed. The add-on rate means the interest is added to the principal amount financed. The 8½% add-on rate has a simple interest annual percentage rate equivalent of 15.40%, based on a $1,000 loan for three years.

The Act provides that the rate for financing new motor vehicles be related to the discount rate established by the various Federal Reserve Banks whose districts cover Pennsylvania, the Federal Reserve Bank of Cleveland in the west and the Federal Reserve Bank of Philadelphia in the east. Both announced an increase in the discount rate to 12% from 11% as of Monday, November 17. However, this change in the auto financing charge is not effective until publication in the Pennsylvania Bulletin, in the issue dated November 29, 1980.

In determining the auto finance rate as related to changes in the Federal Reserve discount rate, the auto loan rate is 7% whenever the discount rate is less than 11%. The maximum rate is 8% per year when the Federal Reserve discount rate is 11%. Whenever the discount rate is over 11% the auto loan finance rate increases by one half of one per cent for every one per cent increase in the discount rate. Thus, with the increase of the discount rate to 12% from 11%, the maximum auto loan finance rate increases, upon publication in the Pennsylvania Bulletin, from 8% to 8½%. This rate applies to dealer or indirect financing of auto loans in accordance with Section 19A of the Motor Vehicle Sales Finance Act.

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DEC 0 8 1980

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Tuesday, December 2, 1980

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Secretary of Banking Ben McEnteer today released the consolidated Report of Condition for state-chartered banking institutions as of September 30, 1980.

Total resources of Pennsylvania's state-chartered banks reached a new all time high of $45,803,237,000 and reflect an increase of $6,804,296,000, up 17.4% from September 30, 1979. Of this increase, $4,759,524,000 resulted from the conversions of four national banks to state charters. The percentage of increase due to these conversions is 12.2%. Excluding the conversions, increases of $1,846,795,000 (5.6%) in deposits and $180,473,000 (6.2%) in capital accounts contributed to the growth and provided funds for increases of $772,845,000 (3.5%) in loans, $641,489,000 (5.3%) in investments and $248,589,000 (21.1%) in federal funds sold.

Total resources of state-chartered commercial banks are distributed as follows: Loans and discounts - 60.1%; securities investments - 27.2%; cash and due from banks - 8.7%; and all other resources - 4.0. The ratio of total capital accounts to total deposits is 9.9%. The loans to deposit ratio is 74.7%. The total capital accounts to total resources ratio is 8.0%.

During this period the number of branches increased from 1,225 to 1,464 and banking offices now total 1,627.

PENNSYLVANIA STATE LIBRARY
DOCUMENTS SECTION

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania State banks, nks and trust companies, savings institutions, private banks and trust companies. Also esented are figures for trust departments of State institutions authorized to do a fiduciary business under the supervision of this Department.

SOURCES	September 30, 1980	September 30, 1979	Increase+ Decrease-
sh, Due from Banks, etc.	$ 3,192,347	$ 2,520,434	$ 671,913+
S. Government and Agency Obligations	6,388,145	4,615,114	1,773,031+
ligations of State and Political Subdivisions	3,856,747	3,566,027	290,720+
her Bonds, Notes, Debentures and Corporate Stocks	3,728,229	3,838,730	110,501-
deral Funds Sold	1,610,106	1,178,450	431,656+
ans and Discounts	25,423,448	22,031,625	3,391,823+
nk Premises & Furn. & Fixt.	502,029	419,110	82,919+
her Real Estate	46,059	45,771	288+
her Resources	1,056,127	783,683	272,444+
tal Resources	$45,803,237	$38,998,944	$6,804,293+
ABILITIES			
mand Deposits	$ 6,907,924	$ 5,859,787	$1,048,137+
me and Savings Deposits	31,443,843	27,132,824	4,311,019+
deral Funds Purchased	2,508,616	1,849,630	658,986+
rrowed Money	563,905	459,857	104,048+
her Liabilities	1,001,959	779,506	222,453+
tal Liabilities	$42,426,247	$36,081,604	$6,344,643+
APITAL ACCOUNTS			
pital Securities	$ 350,433	$ 334,117	$ 16,316+
pital Stock	389,634	334,724	54,910+
et Worth of Private Banks	9,081	6,580	2,501+
rplus	1,729,666	1,532,125	197,541+
ndivided Profits	864,981	680,627	184,354+
eserves	33,195	29,167	4,028+
tal Capital Accounts	$ 3,376,990	$ 2,917,340	$ 459,650+
tal Liabilities and Capital Accounts	$45,803,237	$38,998,944	$6,804,293+
ESOURCES (By Type of Institution)			
anks	$ 1,750,671	$ 1,591,956	$ 158,715+
ank and Trust Companies	29,868,635	24,093,312	5,775,323+
avings Banks	14,075,781	13,227,377	848,404+
rivate Banks	94,247	74,086	20,161+
rust Companies	13,903	12,213	1,690+
otal Resources	$45,803,237	$38,998,944	$6,804,293+
RUST FUNDS	$19,632,279	$16,889,705	$2,742,514+
OTAL DEPOSITS	$38,351,767	$32,992,611	$5,359,156+

UMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
anks	50	71	51	68
ank and Trust Companies	96	1,186	95	965
avings Banks	9	204	8	189
rivate Banks	5	3	5	3
rust Companies	3	0	2	0
	163	1,464	161	1,225

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: DECEMBER 10, 1980

Harrisburg - Ben McEnteer, Pennsylvania Secretary of Banking, today announced that effective Saturday, December 13, the maximum finance charge on Class I, new motor vehicles will increase to 9% up from 8 1/2% computed on an "add-on" basis. This equals an annual percentage rate (APR) of 16.25% based on a $1,000 loan for 36 months compared to 15.40% previously.

The increase in the maximum auto financing charge for new cars reflects the increase in the discount rate, to which the finance charge is indexed, to 13% from 12% by both the Federal Reserve Bank of Philadelphia and the Federal Reserve Bank of Cleveland. The discount rate is the rate the Federal Reserve charges on loans to banks.

The Motor Vehicle Sales Finance Act as amended provides that the maximum finance charge on new car loans will be 8% when the discount rate is 11%. Above the 11% discount rate the maximum new car finance charge increases or decreases one half of one per cent for every per cent change in the discount rate. The new maximum finance rate becomes effective upon publication in the weekly Pennsylvania Bulletin. The higher discount rate was announced Friday, December 5, and the higher new car finance charge will appear in the Pennsylvania Bulletin of Saturday, December 13.

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: JANUARY 12, 1981

Harrisburg - Robert S. Closkey has been promoted to an assistant director of the Banking Bureau of the Pennsylvania Department of Banking. The advancement was announced by Secretary of Banking Ben McEnteer.

Closkey joined the Banking Department in 1970 as a field examiner after serving as an officer of the United Penn Bank, Wilkes Barre. With the Department Closkey became a review examiner in the Harrisburg headquarters in 1974 and in 1977 was named special assistant to the Deputy Secretary of Banking.

He is a graduate of Wilkes College, Wilkes Barre, with a degree in accounting and in 1975 completed the Graduate School of Banking at the University of Wisconsin. Closkey has taken a number of courses with the American Institute of Banking and has attended courses, workshops and seminars on banking and management offered by the Department of Banking, by the Commonwealth and by various Federal regulatory and supervisory agencies. He and his wife, Evelyn, are residents of suburban Mechanicsburg.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Thursday, March 19, 1981

B 1.17/8
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Secretary of Banking Ben McEnteer today released the consolidated statement of all State-chartered banking institutions as of December 31, 1980, compared with December 31, 1979.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $47,120,189,000 and reflect an increase of $7,655,316,000, up 19.4% from December 31, 1979. Of this increase, $4,888,440,000 resulted from the conversion of four National banks to State charters. The percentage of increase due to these conversions is 12.4%. Excluding the conversions, increases of $2,462,664,000 in deposits and $194,291,000 in capital accounts contributed to the growth and provided funds for increases of $1,608,871,000 in loans and $641,567,000 in federal funds sold.

Net operating earnings were $296,321,000, a decrease of $62,755,000, down 17.5% from $359,076,000 on December 31, 1979.

During this period the number of branches increased from 1,247 to 1,482 and banking offices now total 1,645.

Attention is directed to the appended consolidated statement and compilations of important ratios.

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PENNSYLVANIA STATE LIBRARY
HISTORICAL COLLECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania State banks, ank and trust companies, savings institutions, private banks and trust companies. Also resented are figures for trust departments of State institutions authorized to do a iduciary business under the supervision of this Department.

ESOURCES	December 31, 1980	December 31, 1979	Increase+ Decrease-
ash, Due from Banks, etc.	$ 3,442,621	$ 2,763,317	$ 679,304+
.S. Government and Agency Obligations	6,511,432	4,841,333	1,670,099+
bligations of State and Political Subdivisions	3,909,927	3,762,423	147,504+
ther Bonds, Notes, Debentures and Corporate Stocks	3,074,258	3,689,936	615,678-
ederal Funds Sold	2,014,229	1,086,460	927,769+
oans and Discounts	26,454,303	22,083,622	4,370,681+
ank Premises & Furn. & Fixt.	508,082	427,910	80,172+
ther Real Estate	49,313	40,863	8,450+
ther Resources	1,156,024	769,009	387,015+
otal Resources	$47,120,189	$39,464,873	$7,655,316+
IABILITIES			
emand Deposits	$ 7,734,878	$ 6,387,518	$1,347,360+
ime and Savings Deposits	32,192,294	27,374,973	4,817,321+
ederal Funds Purchased	2,378,842	1,709,548	669,294+
orrowed Money	420,196	371,087	49,109+
ther Liabilities	967,265	675,163	292,102+
otal Liabilities	$43,693,475	$36,518,289	$7,175,186+
APITAL ACCOUNTS			
apital Securities	$ 347,788	$ 332,742	$ 15,046+
apital Stock	391,477	335,138	56,339+
et Worth of Private Banks	8,941	6,807	2,134+
urplus	1,810,358	1,562,123	248,235+
ndivided Profits	834,738	680,293	154,445+
eserves	33,412	29,481	3,931+
otal Capital Accounts	$ 3,426,714	$ 2,946,584	$ 480,130+
otal Liabilities and Capital Accounts	$47,120,189	$39,464,873	$7,655,316+
ESOURCES (By Type of Institution)			
anks	$ 1,782,832	$ 1,562,133	$ 220,699+
ank and Trust Companies	31,110,915	24,343,355	6,767,560+
avings Banks	14,113,915	13,470,665	643,250+
rivate Banks	98,700	76,823	21,877+
rust Companies	13,827	11,897	1,930+
otal Resources	$47,120,189	$39,464,873	$7,655,316+
RUST FUNDS	$19,971,122	$17,342,034	$2,629,088+
OTAL DEPOSITS	$39,927,172	$33,762,491	$6,164,681+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	50	71	50	65
Bank and Trust Companies	96	1,201	95	978
Savings Banks	9	207	9	201
Private Banks	5	3	5	3
Trust Companies	3	0	2	0
	163	1,482	161	1,247

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

DISTRIBUTION OF ASSETS
STATE-CHARTERED COMMERCIAL BANKS

	State Average
As a Percentage of Total Assets:	
Cash Assets	8.93%
Investment Securities	26.60%
Loans and Discounts (Including Federal Funds Sold)	60.31%
Real Estate Assets	1.29%
Other Assets	2.87%
	100.00%
Total Capital Accounts as a Percentage of:	
Total Assets	7.82%
Total Assets Less U.S. Government Securities and Cash Assets	9.60%
Total Deposits	9.57%
Percentage of:	
Time and Savings Deposits to Total Deposits	72.15%
Loans to Deposit Ratio	73.81%

EARNINGS RATIOS OF COMMERCIAL BANKS ACCORDING TO ASSET SIZE

	Under $10,000M	$10,000M to $25,000M	$ 25,000M to $100,000M	$100,000M to $250,000M	Over $250,000M
Net Operating Earnings to Average Total Assets	2.13%	1.38%	1.26%	1.04%	0.89%
Net Income After Related Taxes to Average Total Assets	1.84%	1.12%	1.12%	1.04%	0.82%
Net Income After Related Taxes to Average Total Capital Accts	9.97%	11.01%	12.42%	12.51%	10.68%
Dividends to Average Total Capital Accounts	2.61%	2.77%	3.53%	4.46%	4.33%
Income on Loans to Average Loans	9.35%	10.29%	11.25%	11.06%	13.59%
Interest and Dividends on Securities to Average Securities	9.31%	6.97%	7.35%	7.15%	7.49%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	5.51%	6.66%	7.75%	7.61%	9.75%

EARNINGS RATIOS - ALL STATE COMMERCIAL BANKS

	1979	1980
Net Operating Earnings to Average Total Assets	1.10%	1.03%
Net Income After Related Taxes to Average Total Assets	0.99%	0.95%
Net Income After Related Taxes to Average Total Capital Accounts	12.08%	11.89%
Dividends to Average Total Capital Accounts	4.55%	4.49%
Income on Loans to Average Loans	11.92%	13.91%
Interest and Dividends on Securities to Average Securities	6.84%	7.92%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	7.90%	9.74%

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: March 20, 1981

Harrisburg - Secretary of Banking Ben McEnteer today announced that Paul A. Adams, a former Assistant Attorney General of the Commonwealth, has joined the Department of Banking as Chief Counsel. Adams became associated with state government in 1978, when he was named Assistant Attorney General with the Department of Insurance.

Prior to his post with Insurance, Adams was law clerk with the Common Pleas Bench of the 19th Judicial District in York, Pa. Currently a resident of Lancaster, Adams is a native of York, where he attended the public schools and graduated from York High School in 1968. Adams received his bachelor's degree in economics from Franklin and Marshall College, Lancaster. He has completed his course work in industrial organization for a master's degree in economics at Bryn Mawr College, Bryn Mawr, Pa.

Adams earned his doctorate of laws (J.D.) from the New England School of Law, Boston, in 1977, and his master of laws degree (LLM) in taxation this January from Temple University, Philadelphia. While attending Franklin and Marshall, Adams was a student of Dr. William E. Whitesell, Professor of Economics, who served as Secretary of the Department of Banking from June, 1976 to January, 1979. Adams' hobby is tennis.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: May 5, 1981

Harrisburg - Ben McEnteer, Pennsylvania Secretary of Banking, today announced that the maximum finance charge on new car loans would increase to 9 1/2% from 9% add-on, effective May 16. The increase results from the boost in the Federal Reserve discount rate on May 4 to 14% from 13%.

Under the Motor Vehicle Sales Finance Act, as amended, the maximum finance charge on Class I, new motor vehicles is indexed to the discount rate. When the discount rate is 11% the maximum finance charge is 8%. Above 11% the new car finance charge increases or decreases one half of one per cent for every one per cent change in the discount rate.

The new finance charge becomes effective with publication in the Pennsylvania Bulletin, which in this instance will be on Saturday, May 16, 1981. The previous increase to 9% from 8 1/2% add-on as the maximum auto finance charge on new car loans was effective Saturday, December 13, 1980.

The new 9 1/2% add-on maximum finance charge on new cars equals an annual percentage rate (APR) of 17.08%, based on a $5,000 loan for 36 months, compared to 16.25% APR for the 9% add-on maximum rate that could be charged.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: MAY 29, 1981

Harrisburg - Small loan companies and other similar lenders are either curtailing operations or closing lending offices in Pennsylvania at a rate that is continuously accelerating. In recent weeks closings have reached a rate of 10 to 12 per week. This was disclosed today by Secretary of Banking Ben McEnteer, who said these closings are an extension of the trend begun last year with the advent of continued double-digit inflation and the resulting double-digit interest rates.

Figures compiled by the Department's Consumer Credit Bureau, the Secretary said, show that in the past year 81 sales finance companies terminated operations, 109 consumer discount company offices were closed, one pawnbroker went out of business, 783 installment sellers of motor vehicles turned in their licences and 19 collector-repossessors shut down.

According to Bureau estimates, these closings have already cost Pennsylvania over 500 jobs. If the shutdowns continue the present pace, at least 1,000 more jobs will be lost during the current year. These closings have a two-pronged effect on the economy of the state in that (1) they eliminate many sources of borrowing for consumers, and (2) they increase unemployment in the Commonwealth.

In the report to the Secretary, the Bureau commented the bulk of these licensees suffered operating losses. Their costs of funds are based on the free market price of money they borrow. The rates they can charge are fixed by the state's usury statute at an unrealistic level. As a result, these lenders could not earn enough to be profitable.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Wednesday, June 3, 1981

B1.17/8
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Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of State-chartered banking institutions as of March 31, 1981.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $47,296,625,000 and reflect an increase of $3,269,050,000, up 7.4% from March 31, 1980. Increases of $2,410,079,000 in deposits and $179,893,000 in capital accounts were principal factors in contributing to the growth and provided funds for increases of $1,658,193,000 in loans and $552,130,000 in Federal Funds sold.

Total resources of State-chartered commercial banks are distributed as follows: Loans and discounts - 59.4%; securities investments - 26.5%; cash and due from banks - 9.5%; and all other resources - 4.6%. The ratio of total capital accounts to total deposits is 9.8%. The loans to deposit ratio is 73.7%. The total capital accounts to total resources ratio is 7.9%.

During this period the number of branches increased from 1,417 to 1,509 and banking offices now total 1,671.

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PENNSYLVANIA STATE LIBRARY

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	March 31, 1981	March 31, 1980	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 3,645,953	$ 2,982,604	$ 663.349+
U.S. Government and Agency Obligations	6,489,522	5,766,710	722,812+
Obligations of State and Political Subdivisions	3,936,827	4,095,491	158,664-
Other Bonds, Notes, Debentures and Corporate Stocks	3,007,584	3,639,612	632,028-
Federal Funds Sold	1,850,975	1,298,845	552,130+
Loans and Discounts	26,504,753	24,846,560	1,658,193+
Bank Premises & Furn. & Fixt.	515,729	480,133	35,596+
Other Real Estate	53,668	44,031	9,637+
Other Resources	1,291,614	873,589	418,025+
Total Resources	$47,296,625	$44,027,575	$3,269,050+
LIABILITIES			
Demand Deposits	$ 6,400,795	$ 6,757,728	$ 356,933-
Time and Savings Deposits	33,261,410	30,494,398	2,767,012+
Federal Funds Purchased	2,575,875	2,020,690	555,185+
Borrowed Money	555,460	348,602	206,858+
Other Liabilities	1,030,775	1,113,740	82,965-
Total Liabilities	$43,824,315	$40,735,158	$3,089,157+
CAPITAL ACCOUNTS			
Capital Securities	$ 345,142	$ 345,639	$ 497-
Capital Stock	390,524	383,539	6,985+
Net Worth of Private Banks	10,375	7,959	2,416+
Surplus	1,822,822	1,702,318	120,504+
Undivided Profits	865,081	818,108	46,973+
Reserves	38,366	34,854	3,512+
Total Capital Accounts	$ 3,472,310	$ 3,292,417	$ 179,893+
Total Liabilities and Capital Accounts	$47,296,625	$44,027,575	$3,269,050+
RESOURCES (By Type of Institution)			
Banks	$ 1,788,822	$ 1,727,439	$ 61,383+
Bank and Trust Companies	31,246,869	28,779,207	2,467,662+
Savings Banks	14,149,925	13,425,028	724,897+
Private Banks	96,680	83,557	13,123+
Trust Companies	14,329	12,344	1,985+
Total Resources	$47,296,625	$44,027,575	$3,269,050+
TRUST FUNDS	$21,022,085	$18,650,039	$2,372,046+
TOTAL DEPOSITS	$39,662,205	$37,252,126	$2,410,079+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	48	68	51	67
Bank and Trust Companies	97	1,231	98	1,145
Savings Banks	9	207	9	202
Private Banks	5	3	5	3
Trust Companies	3	0	2	0
	162	1,509	165	1,417

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: June 9, 1981

Harrisburg - The Pennsylvania Department of Banking will continue its efforts to strengthen the dual banking system, in support of Federal legislation that now requires state banks and other state-chartered financial institutions to maintain their reserves with the Federal Reserve System.

Secretary of Banking Ben McEnteer, in the Department's Annual Report, made public today, noted that "For the first time in the nation's financial history, the Federal Reserve Board has authority to set reserve requirements on transaction accounts offered by all types of financial institutions, including state-chartered, nonmember commercial banks."

According to the Secretary, "There are differences of opinion among bank regulators and bankers themselves as to the effect that The Depository Institutions Deregulation and Monetary Control Act of 1980 will have on the dual banking system as the provisions of its various sections are phased into the financial system under the direction of the Depository Institutions Deregulation Committee (DIDC) established under the Act.

"We in the Pennsylvania Department of Banking intend to use the Act to the advantage of our state-chartered financial institutions and will exert every effort to preserve our strong dual banking system, which we believe is essential in maintaining the checks and balances between federally- and state-chartered institutions and in preventing the entire banking and financial industry from ending up under one overall Federal regulator and supervisor."

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AUG 3 1 1981

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning, Wednesday, August 26, 1981

1.17/8
8/81
c.2

Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of State-chartered banking institutions as of June 30, 1981.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $47,759,633,000 and reflect an increase of $2,855,718,000, up 6.4% from June 30, 1980. Increases of $2,041,992,000 in deposits and $115,663,000 in capital accounts were prime factors in contributing to the increase.

Net operating earnings for all State-chartered banking institutions as of June 30, 1981, were $118,148,000, a decrease of $39,350,000, down 25% from $157,498,000 on June 30, 1980.

Total resources of State-chartered commercial banks are distributed as follows: Loans and discounts - 60.1%; securities investments - 25.9%; cash and due from banks - 9.4%; and all other resources - 4.6%. The ratio of total capital accounts to total deposits is 9.8%. The loans to deposit ratio is 74.9%. The total capital accounts to total resources ratio is 7.9%.

During this period the number of branches increased from 1,429 to 1,499 and banking offices now total 1,660.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	June 30, 1981	June 30, 1980	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 3,714,824	$ 3,136,651	$ 578,173+
U.S. Government and Agency Obligations	6,389,411	5,892,407	497,004+
Obligations of State and Political Subdivisions	3,927,938	3,949,113	21,175-
Other Bonds, Notes, Debentures and Corporate Stocks	2,428,484	3,718,706	1,290,222-
Federal Funds Sold	1,961,283	1,752,090	209,193+
Loans and Discounts	27,428,091	24,934,011	2,494,080+
Bank Premises & Furn. & Fixt.	526,350	490,775	35,575+
Other Real Estate	50,661	48,876	1,785+
Other Resources	1,332,591	981,286	351,305+
Total Resources	$47,759,633	$44,903,915	$2,855,718+
LIABILITIES			
Demand Deposits	$ 6,151,224	$ 6,798,139	$ 646,915-
Time and Savings Deposits	33,615,442	30,926,535	2,688,907+
Federal Funds Purchased	2,801,676	2,499,883	301,793+
Borrowed Money	681,663	340,610	341,053+
Other Liabilities	1,051,956	996,739	55,217+
Total Liabilities	$44,301,961	$41,561,906	$2,740,055+
CAPITAL ACCOUNTS			
Capital Securities	$ 343,779	$ 348,133	$ 4,354-
Capital Stock	387,518	388,656	1,138-
Net Worth of Private Banks	10,952	8,355	2,597+
Surplus	1,810,236	1,727,785	82,451+
Undivided Profits	866,814	836,431	30,383+
Reserves	38,373	32,649	5,724+
Total Capital Accounts	$ 3,457,672	$ 3,342,009	$ 115,663+
Total Liabilities and Capital Accounts	$47,759,633	$44,903,915	$2,855,718+
RESOURCES (By Type of Institution)			
Banks	$ 1,835,552	$ 1,724,332	$ 111,220+
Bank and Trust Companies	31,552,687	29,363,488	2,189,199+
Savings Banks	14,248,003	13,709,361	538,642+
Private Banks	108,493	94,123	14,370+
Trust Companies	14,898	12,611	2,287+
Total Resources	$47,759,633	$44,903,915	$2,855,718+
TRUST FUNDS	$21,259,312	$19,107,261	$2,152,051+
TOTAL DEPOSITS	$39,766,666	$37,724,674	$2,041,992+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	48	69	51	68
Bank and Trust Companies	96	1,220	98	1,154
Savings Banks	9	207	9	204
Private Banks	5	3	5	3
Trust Companies	3	0	2	0
Total	161	1,499	165	1,429

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: August 31, 1981

Harrisburg - Oliver Bunting will retire as executive assistant to the Pennsylvania Secretary of Banking Ben McEnteer, effective Monday, August 31. Bunting, who has been in that post with the Department since 1973, was the Department's first press officer and also had exercised the duties of its first legislative liaison officer.

Bunting came to Harrisburg when Carl K. Dellmuth, former president of The Fidelity Bank, Philadelphia, became Secretary of Banking. He continued as executive assistant to the Secretary when William Whitesell succeeded Dellmuth as Banking Secretary, and then continuing in the same capacity with Secretary McEnteer. Bunting thus served with three Secretaries of Banking and under two Governors.

Prior to entering state service, Bunting was executive editor of the U. S. Investor/Eastern Banker of Philadelphia and Boston, now the U. S. Banker. He joined the Eastern Banker in 1954 as managing editor, working with Harris Vennema, editor and publisher, and became editor and publisher after Vennema's death in 1968. In 1972 the Eastern Banker was sold to the U. S. Investor to create the combined U. S. Investor/Eastern Banker.

A graduate of Woodbury High School, Woodbury, New Jersey, Bunting attended the School of Foreign Service of Georgetown University, Washington, D. C. in 1934-35. He started his newspaper career as a copy boy with the Philadelphia Evening Bulletin in 1937. Bunting's first news beat as a cub reporter was to cover shipping news in the Port of Philadelphia. This assignment was in recognition of his interest in foreign trade. A native of Philadelphia,

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Bunting spent his early boyhood from 1920 to 1927 with his family in Harbin, Manchuria, China.

After several years covering Philadelphia shipping news, Bunting was transferred to the Bulletin's financial news department. In financial news he worked with editors Arthur J. Boyle and Joseph A. Livingston.

Bunting returned to the Bulletin in 1946 after serving 35 months with the Army Air Corps, mostly with the Corps' Weather Service. This included being stationed at Kelly Field, San Antonio, Texas and John H. Payne Field, Cairo, Egypt. Then in 1952 Bunting joined the financial news department of the Philadelphia Inquirer. From the Inquirer, Bunting transferred to the Eastern Banker, which had been founded by Vennema as The Pennsylvania Banker.

As a reporter of banking news, Bunting has attended meetings of bankers throughout the northeast from Maryland through New England, including state and national conventions. As a financial writer and public relations consultant, he worked with the Philadelphia Stock Exchange and Invest-in-America, Inc. With the Department of Banking he produced the well-known "Dollars and Cents" pamphlets, "Checking Up On Check Cashing", "Successful Mortgage Hunting" and "Shopping For A Loan".

In retirement, Bunting plans to pursue his hobbies of writing, gardening and feeding wild birds. The Bunting family will continue to live in the Harrisburg area. Bunting is married to the former Florence R. Hipple of Philadelphia. They have two daughters, Mrs. Susan Bianchi of Hummelstown, Pa., Marilyn of Harrisburg, and a son Bruce of San Ramon, California.

##

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: October 29, 1981

Harrisburg - In remarks during a speaking engagement before the Allentown Kiwanis Club, Secretary of Banking Ben McEnteer touted legislation which he said will phase out Pennsylvania's archaic bank branching laws and bring Pennsylvania into today's expanding economy.

Pennsylvania commercial and savings banks are confined to doing business in their home and adjoining counties, while other nonbanking institutions are free to offer services without geographic restraint, according to McEnteer. This, McEnteer said, hurts small businesses, farmers and consumers, and places our banks at a competitive disadvantage against nonregulated competitors.

The legislation, House Bill No. 1889, currently being considered by the House of Representatives, would liberalize Pennsylvania's banking laws to permit a phase-in of "statewide banking" by allowing banks to branch into bi-contiguous counties (counties which adjoin other counties which touch the bank's home office county), and by allowing commercial banks to form multi-bank holding companies in order to acquire other banks.

In his remarks, Secretary McEnteer cited competition faced by banks coming from thrift institutions which are being given privileges once reserved for commercial banks, and other nonregulated interests entering the banking business, such as Merrill Lynch and Sears.

According to McEnteer, House Bill No. 1889 will enable commercial banks to be more competitive and provide consumers with the quality and variety of services that today's more sophisticated public demands.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: SEPTEMBER 25, 1981

Harrisburg - Pennsylvania Secretary of Banking Ben McEnteer today announced a realignment of duties within the Department of Banking, involving contact with the news media and legislative liaison responsibilities.

Sandra A. Dunkelberger has been appointed press contact person for all matters except legislation. Mrs. Dunkelberger is Executive Secretary to the Secretary of Banking.

Paul H. Wentzel, Jr. has joined the Department as Executive Assistant to the Secretary of Banking. He will head up legislative liaison work and also will handle press relations involving legislation. Wentzel formerly was legislative analyst with the Business and Commerce Committee of the House.

Everett X. Hammacher, Jr., Special Assistant to the Deputy Secretary, will share legislative liaison work with Wentzel. Hammacher also will represent the Department on various committees, boards and commissions, as assigned by the Secretary of Banking.

The duties of Dunkelberger and Wentzel were formerly handled by Oliver Bunting, who retired from the Department on August 31, after having served as Executive Assistant to the Secretary and Press Contact Officer since 1973.

**

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: October 29, 1981

Harrisburg - Secretary of Banking Ben McEnteer recently told a group of Pennsylvania farm businessmen that passage in the Pennsylvania General Assembly of House Bill No. 1889, the Department's expanded banking bill, should ultimately increase their opportunities to borrow the funds necessary to maintain their farming operations.

McEnteer emphasized that many local, well-managed community banks are doing a good job of taking care of farmers' financial needs and will continue to do so, whether or not Pennsylvania's branching and holding company laws are changed. "However, there may be some banks and bankers that want to be able to do a better job for their communities and for their customers than they are able to do under present constraints, and we feel they should not be restrained by geographic boundaries that have nothing to do with economic growth or expansion," he said.

Speaking before the Pennsylvania Farmers' Association's State Policy Development Committee meeting at the Penn Harris Motor Inn, Camp Hill, Secretary McEnteer cited his personal experiences in working with agricultural lending while chief executive officer of Pennbank in Crawford County, and he raised the point that banks need agricultural specialists to talk the business of the farmer and take care of their financial needs in the ever more sophisticated business of farming.

McEnteer stated that contrary to what some people are saying, bi-contiguous county branching and multibank holding companies would not encourage

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: NOVEMBER 5, 1981

Harrisburg - Ben McEnteer, Pennsylvania Secretary of Banking, today announced that the maximum finance charge on new car loans would decrease to 9% from 9 1/2% add-on, effective November 14, 1981. The change is a result of a decrease in the Federal Reserve discount rate to 13% from 14%.

Under the Motor Vehicle Sales Finance Act, as amended, the maximum finance charge on Class I, new motor vehicles is indexed to the discount rate. When the discount rate is 11% the maximum finance charge is 8%. Above 11% the new car finance charge increases or decreases one half of one per cent for every one per cent change in the discount rate.

The new finance charge becomes effective with publication in the Pennsylvania Bulletin, which in this instance will be on Saturday, November 14, 1981. The previous increase to 9 1/2% from 9% add-on as the maximum auto finance charge on new car loans was effective Saturday, May 16, 1981.

The new 9% add-on maximum finance charge on new cars equals an annual percentage rate (APR) of 16.25%, based on a $5,000 loan for 36 months, compared to 17.08% APR for the 9 1/2% add-on maximum rate that could be charged.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Tuesday, December 1, 1981

Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of State-chartered banking institutions as of September 30, 1981.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $48,707,652,000 and reflect an increase of $2,904,415,000, up 6.3% from September 30, 1980. Increases of $1,954,186,000 in deposits and $121,649,000 in capital accounts were principal factors in contributing to the growth and provided funds for increases of $2,403,844,000 in loans and $287,174,000 in Federal Funds Sold.

Total resources of State-chartered commercial banks are distributed as follows: Loans and discounts - 59.7%; securities investments - 26.3%; cash and due from banks - 9.2%; and all other resources - 4.8%. The ratio of total capital accounts to total deposits is 10.0%. The loans to deposit ratio is 75.2%. The total capital accounts to total resources ratio is 7.9%.

During this period the number of branches increased from 1,464 to 1,544 and banking offices now total 1,705.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	September 30, 1981	September 30, 1980	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 3,870,125	$ 3,192,347	$ 677,778+
U.S. Government and Agency Obligations	6,576,726	6,388,145	188,581+
Obligations of State and Political Subdivisions	4,094,335	3,856,747	237,588+
Other Bonds, Notes, Debentures and Corporate Stocks	2,424,772	3,728,229	1,303,457-
Federal Funds Sold	1,897,280	1,610,106	287,174+
Loans and Discounts	27,827,292	25,423,448	2,403,844+
Bank Premises & Furn. & Fixt.	535,888	502,029	33,859+
Other Real Estate	51,164	46,059	5,105+
Other Resources	1,430,070	1,056,127	373,943+
Total Resources	$48,707,652	$45,803,237	$2,904,415+
LIABILITIES			
Demand Deposits	$ 5,833,062	$ 6,907,924	$1,074,862-
Time and Savings Deposits	34,472,891	31,443,843	3,029,048+
Federal Funds Purchased	2,968,392	2,508,616	459,776+
Borrowed Money	838,418	563,905	274,513+
Other Liabilities	1,096,250	1,001,959	94,291+
Total Liabilities	$45,209,013	$42,426,247	$2,782,766+
CAPITAL ACCOUNTS			
Capital Securities	$ 329,156	$ 350,433	$ 21,277-
Capital Stock	412,576	389,634	22,942+
Net Worth of Private Banks	12,027	9,081	2,946+
Surplus	1,811,925	1,729,666	82,259+
Undivided Profits	899,440	864,981	34;459+
Reserves	33,515	33,195	320+
Total Capital Accounts	$ 3,498,639	$ 3,376,990	$ 121,649+
Total Liabilities and Capital Accounts	$48,707,652	$45,803,237	$2,904,415+
RESOURCES (By Type of Institution)			
Banks	$ 1,880,724	$ 1,750,671	$ 130,053+
Bank and Trust Companies	32,150,905	29,868,635	2,282,270+
Savings Banks	14,543,957	14,075,781	468,176+
Private Banks	116,581	94,247	22,334+
Trust Companies	15,485	13,903	1,582+
Total Resources	$48,707,652	$45,803,237	$2,904,415+
TRUST FUNDS	$22,739,025	$19,632,279	$3,106,746+
TOTAL DEPOSITS	$40,305,953	$38,351,767	$1,954,186+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	48	70	50	71
Bank and Trust Companies	96	1,243	96	1,186
Savings Banks	9	228	9	204
Private Banks	5	3	5	3
Trust Companies	3	0	3	0
Total	161	1,544	163	1,464

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

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DISTRIBUTION OF ASSETS
STATE-CHARTERED COMMERCIAL BANKS

	State Average
As a Percentage of Total Assets:	
Cash Assets	10.19%
Investment Securities	27.62%
Loans and Discounts (Including Federal Funds Sold)	57.04%
Real Estate Assets	1.30%
Other Assets	3.85%
	100.00%
Total Capital Accounts as a Percentage of:	
Total Assets	7.66%
Total Assets Less U.S. Government Securities and Cash Assets	9.40%
Total Deposits	9.55%
Percentage of:	
Time and Savings Deposits to Total Deposits	76.86%
Loans to Deposit Ratio	71.12%

EARNINGS RATIOS OF COMMERCIAL BANKS ACCORDING TO ASSET SIZE

	Under $10,000M	$10,000M to $25,000M	$ 25,000M to $100,000M	$100,000M to $250,000M	Over $250,000M
Net Operating Earnings to Average Total Assets	1.50%	1.61%	1.17%	1.08%	0.77%
Net Income After Related Taxes to Average Total Assets	1.19%	1.40%	1.04%	0.99%	0.75%
Net Income After Related Taxes to Average Total Capital Accts	7.13%	13.49%	11.73%	11.67%	9.98%
Dividends to Average Total Capital Accounts	2.94%	2.45%	3.39%	4.45%	6.03%
Income on Loans to Average Loans	11.82%	12.43%	12.98%	12.69%	16.48%
Interest and Dividends on Securities to Average Securities	8.18%	8.62%	8.76%	9.02%	9.03%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	7.33%	8.35%	9.50%	9.27%	11.70%

EARNINGS RATIOS - ALL STATE COMMERCIAL BANKS

	1980	1981
Net Operating Earnings to Average Total Assets	1.03%	0.88%
Net Income After Related Taxes to Average Total Assets	0.95%	0.83%
Net Income After Related Taxes to Average Total Capital Accounts	11.89%	10.70%
Dividends to Average Total Capital Accounts	4.49%	5.59%
Income on Loans to Average Loans	13.91%	16.05%
Interest and Dividends on Securities to Average Securities	7.92%	9.20%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	9.74%	11.33%

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112 **FOR RELEASE:** December 8, 1981

Harrisburg - Ben McEnteer, Pennsylvania Secretary of Banking, today announced that the maximum finance charge on new car loans would decrease to 8 1/2% from 9% add-on, effective December 12, 1981. The change is a result of a decrease in the Federal Reserve discount rate to 12% from 13%.

Under the Motor Vehicle Sales Finance Act, as amended, the maximum finance charge on Class I, new motor vehicles is indexed to the discount rate. When the discount rate is 11%, the maximum finance charge is 8%. Above 11% the new car finance charge increases or decreases one half of one percent for every one percent change in the discount rate.

The new finance charge becomes effective with publication in the Pennsylvania Bulletin, which in this instance will be on Saturday, December 12, 1981. The previous decrease to 9% from 9 1/2% add-on as the maximum auto finance charge on new car loans was effective Saturday, November 14, 1981.

The new 8 1/2% add-on maximum finance charge on new cars equals an annual percentage rate (APR) of 15.40%, based on a $5,000 loan for 36 months, compared to 16.25% APR for the 9% add-on maximum rate that could be charged.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: (717) 787-2665 **FOR RELEASE:** DECEMBER 22, 1981

Harrisburg - Secretary of Banking Ben McEnteer has been appointed vice-chairman of the Supervisory Procedures Committee of the Conference of State Bank Supervisors, an organization headquartered in Washington, D. C., whose membership is comprised of the banking commissioners in each of our fifty states, Puerto Rico and Guam. Associate membership in the organization is held by many State-chartered commercial banks as well.

The Supervisory Procedures Committee is charged with making policy recommendations to the Board of the Conference of State Bank Supervisors with regard to such things as interstate banking and examination and supervision of State-chartered commercial banks.

Secretary McEnteer also serves on the Conference of State Bank Supervisors' International Banking Committee; the Federal Legislation Committee; and is a member of the Joint Task Force on the McFadden Act.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Friday, March 19, 1982

Secretary of Banking Ben McEnteer today released the consolidated statement of condition of all state-chartered banking institutions as of December 31, 1981, compared with December 31, 1980.

Total resources of Pennsylvania's state-chartered banks including mutual savings banks reached a new all time high of $49,941,655,000 and reflects an increase of $2,821,466,000, up 6.0% from December 31, 1980. Increases of $1,617,220,000 in deposits and $81,429,000 in capital accounts were prime factors in contributing to the increase.

Net operating earnings were $145,282,000, a decrease of $151,039,000, down 51.0% from $296,321,000 on December 31, 1980. The reduction is due in large measure to operating deficits found within the mutual savings banks. Those institutions within Pennsylvania, as well as those located elsewhere, are being adversely affected as a result of the high interest rate economy in which they are operating.

During this period the number of branches increased from 1,482 to 1,594 and banking offices now total 1,753.

Attention is directed to the appended consolidated statement and compilations of important ratios.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	December 31, 1981	December 31, 1980	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 4,466,305	$ 3,442,621	$1,023,684+
U.S. Government and Agency Obligations	6,731,832	6,511,432	220,400+
Obligations of State and Political Subdivisions	4,713,161	3,909,927	803,234+
Other Bonds, Notes, Debentures and Corporate Stocks	2,402,647	3,074,258	671,611-
Federal Funds Sold	1,933,975	2,014,229	80,254-
Loans and Discounts	27,470,890	26,454,303	1,016,587+
Bank Premises & Furn. & Fixt.	543,238	508,082	35,156+
Other Real Estate	52,436	49,313	3,123+
Other Resources	1,627,171	1,156,024	471,147+
Total Resources	$49,941,655	$47,120,189	$2,821,466+
LIABILITIES			
Demand Deposits	$ 6,673,295	$ 7,734,878	$1,061,583-
Time and Savings Deposits	34,871,097	32,192,294	2,678,803+
Federal Funds Purchased	3,072,591	2,378,842	693,749+
Borrowed Money	771,136	420,196	350,940+
Other Liabilities	1,045,393	967,265	78,128+
Total Liabilities	$46,433,512	$43,693,475	$2,740,037+
CAPITAL ACCOUNTS			
Capital Securities	$ 364,187	$ 347,788	$ 16,399+
Capital Stock	414,988	391,477	23,511+
Net Worth of Private Banks	10,107	8,941	1,166+
Surplus	1,831,294	1,810,358	20,936+
Undivided Profits	850,892	834,738	16,154+
Reserves	36,675	33,412	3,263+
Total Capital Accounts	$ 3,508,143	$ 3,426,714	$ 81,429+
Total Liabilities and Capital Accounts	$49,941,655	$47,120,189	$2,821,466+
RESOURCES (By Type of Institution)			
Banks	$ 1,838,647	$ 1,782,832	$ 55,815+
Bank and Trust Companies	33,350,009	31,110,915	2,239,094+
Savings Banks	14,616,498	14,113,915	502,583+
Private Banks	120,982	98,700	22,282+
Trust Companies	15,519	13,827	1,692+
Total Resources	$49,941,655	$47,120,189	$2,821,466+
TRUST FUNDS	$22,718,144	$19,971,122	$2,747,022+
TOTAL DEPOSITS	$41,544,392	$39,927,172	$1,617,220+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	47	67	50	71
Bank and Trust Companies	95	1,273	96	1,201
Savings Banks	9	251	9	207
Private Banks	5	3	5	3
Trust Companies	3	0	3	0
Total	159	1,594	163	1,482

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Friday, May 28, 1982

Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of State-chartered banking institutions as of March 31, 1982.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $50,269,184,000 and reflect an increase of $2,972,559,000, up 6.3% from March 31, 1981. Increases of $1,897,899,000 in deposits and $35,883,000 in capital accounts were principal factors in contributing to the growth and provided funds for increases of $651,007,000 in loans, $234,629,000 in Federal Funds sold, and a net increase of $782,504,000 in securities investments.

Total resources of State-chartered commercial banks are distributed as follows: Loans and discounts - 56.2%; securities investments - 28.5%; cash and due from banks - 10.0%; and all other resources - 5.3%. The ratio of total capital accounts to total deposits is 9.8%. The loans to deposit ratio is 70.6%. The total capital accounts to total resources ratio is 7.8%.

During this period the number of branches increased from 1,509 to 1,584 and banking offices now total 1,743.

##

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, nk and trust companies, mutual savings banks, private banks and trust companies. Also esented are figures for trust departments of state institutions authorized to do a duciary business under the supervision of this Department.

SOURCES	March 31, 1982	March 31, 1981	Increase+ Decrease-
sh, Due from Banks, etc.	$ 4,474,014	$ 3,645,953	$ 828,061+
S. Government and Agency Obligations	6,975,390	6,489,522	485,868+
ligations of State and Political Subdivisions	4,836,963	3,936,827	900,136+
her Bonds, Notes, Debentures and Corporate Stocks	2,404,084	3,007,584	603,500-
deral Funds Sold	2,085,604	1,850,975	234,629+
ans and Discounts	27,155,760	26,504,753	651,007+
nk Premises & Furn. & Fixt.	551,428	515,729	35,699+
her Real Estate	56,518	53,668	2,850+
her Resources	1,729,423	1,291,614	437,809+
tal Resources	$50,269,184	$47,296,625	$2,972,559+
ABILITIES			
mand Deposits	$ 5,635,745	$ 6,400,795	$ 765,050-
me and Savings Deposits	35,924,359	33,261,410	2,662,949+
deral Funds Purchased	3,248,904	2,575,875	673,029+
rrowed Money	827,721	555,460	272,261+
her Liabilities	1,124,262	1,030,775	93,487+
tal Liabilities	$46,760,991	$43,824,315	$2,936,676+
PITAL ACCOUNTS			
pital Securities	$ 363,542	$ 345,142	$ 18,400+
pital Stock	415,593	390,524	25,069+
t Worth of Private Banks	10,886	10,375	511+
rplus	1,792,086	1,822,822	30,736-
divided Profits	893,248	865,081	28,167+
serves	32,838	38,366	5,528-
tal Capital Accounts	$ 3,508,193	$ 3,472,310	$ 35,883+
tal Liabilities and Capital Accounts	$50,269,184	$47,296,625	$2,972,559+
OURCES (By Type of Institution)			
anks	$ 1,857,121	$ 1,788,822	$ 68,299+
ank and Trust Companies	33,452,193	31,246,869	2,205,324+
avings Banks	14,815,778	14,149,925	665,853+
rivate Banks	127,963	96,680	31,283+
rust Companies	16,129	14,329	1,800+
otal Resources	$50,269,184	$47,296,625	$2,972,559+
RUST FUNDS	$24,021,361	$21,022,085	$2,999,276+
OTAL DEPOSITS	$41,560,104	$39,662,205	$1,897,899+

UMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
anks	46	66	48	68
ank and Trust Companies	95	1,293	97	1,231
avings Banks	9	222	9	207
rivate Banks	5	3	5	3
rust Companies	4	0	3	0
otal	159	1,584	162	1,509

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Education Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: August 2, 1982

Harrisburg - The Pennsylvania Department of Banking has sent a memorandum to chief executive officers of all state-chartered thrift institutions (mutual savings banks and savings and loan associations) granting them permission to use a method of accounting known as Asset Restatement Accounting. This method, referred to in the industry as "mark to market", is an extension of the principles of purchase accounting, an accepted method of accounting used in business for consummating mergers or consolidations. Recently, other regulatory agencies have employed the principles of purchase accounting in facilitating mergers between financial institutions.

In his memorandum to the CEOs, Secretary of Banking Ben McEnteer said, "The Pennsylvania Department of Banking recognizes that the thrift industry, of which your institution is a vital part, is being forced to operate through a period of economic stress unlike anything experienced in over 50 years. The Department (of Banking), as the primary supervisory agency, after careful assessment of the industry, has determined it will provide the opportunity for its institutions to operate in this adverse period through a method of accounting referred to as Asset Restatement Accounting."

Upon approval by the Department to adopt asset restatement accounting in its accounting procedures, an institution will have the opportunity to restate the value of its investment and mortgage portfolios in terms of their current value, rather than the historical cost value. After

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revaluation of debt securities and mortgages (excluding home improvement and secondary mortgages), the revaluation may be expensed over a maximum period of forty (40) years, while a like amount will be amortized to income over a minimum period of eight (8) years. As a result, the institution's capital position will be strengthened. This in turn will provide the institution adequate time to cope with a hostile economic environment.

Secretary McEnteer stated that state-chartered institutions choosing to apply for permission to use asset restatement accounting must support their request with a comprehensive business plan, setting forth the detail about the various programs of administration, asset/liability management, marketing and other areas of operation which will ensure the institution's future viability.

Although many thrift institutions are suffering earnings losses due to high interest rates and the cost of deposits, McEnteer further stated that he believes the assets of the state-chartered thrift institutions are fundamentally sound and their cash flow strong. People are repaying their mortgage loans even in today's tough economy, but these are long-term mortgages, set years ago at interest rates far below today's rates. These mortgages do not generate sufficient income to pay depositors who are demanding a high rate of return.

McEnteer said this action by the Department of Banking demonstrates Pennsylvania's commitment to aiding the thrift industry which has been plagued by high interest rates and the outflow of deposits to unregulated entities such as money market funds and is aimed at encouraging a stable restructuring of an institution to allow economic realities to prevail in accounting methods. This also will maintain independent, competitive institutions and retain jobs, benefiting both the Pennsylvania economy and the consumer.

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SEP 15 1982

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

433 Forum Bldg.
Harrisburg, PA 17120

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2112

FOR RELEASE: Beginning Friday, September 10, 1982

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Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of state-chartered banking institutions as of June 30, 1982.

Total resources of Pennsylvania's state-chartered banks reached a new all time high of $51,783,506,000 and reflect an increase of $4,023,873,000, up 8.4% from June 30, 1981. Increases of $2,414,698,000 in deposits and $413,826,000 in capital accounts were prime factors in contributing to the increase.

Net operating earnings for all state-chartered commercial banking institutions for the six months ended June 30, 1982, were $163,039,000, an increase of $19,908,000, up 13.9% from $143,131.000 reported for the six months ended June 30, 1981. Operating losses reported by mutual savings banks were $87,203,000 for the six months ended June 30, 1982, as compared to $24,983,000 reported for the first six months of 1981.

Total resources of state-chartered commercial banks are distributed as follows: Loans and discounts - 55.3%; securities investments - 27.8%; cash and due from banks - 10.4%; and all other resources - 6.5%. The ratio of total capital accounts to total deposits is 9.7%. The loans to deposit ratio is 70.0%. The total capital accounts to total resources ratio is 7.7%.

During this period the number of branches increased from 1,499 to 1,614 and banking offices now total 1,771.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17120

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	June 30, 1982	June 30, 1981	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 4,932,965	$ 3,714,824	$1,218,141+
U.S. Government and Agency Obligations	7,179,117	6,389,411	789,706+
Obligations of State and Political Subdivisions	4,799,192	3,927,938	871,254+
Other Bonds, Notes, Debentures and Corporate Stocks	1,991,777	2,428,484	436,707-
Federal Funds Sold	2,248,119	1,961,283	286,836+
Loans and Discounts	26,921,191	27,428,091	506,900-
Bank Premises & Furn. & Fixt.	575,904	526,350	49,554+
Other Real Estate	81,699	50,661	31,038+
Other Resources	3,053,542	1,332,591	1,720,951+
Total Resources	$51,783,506	$47,759,633	$4,023,873+
LIABILITIES			
Demand Deposits	$ 5,828,092	$ 6,151,224	$ 323,132-
Time and Savings Deposits	36,353,272	33,615,442	2,737,830+
Federal Funds Purchased	3,587,036	2,801,676	785,360+
Borrowed Money	882,732	681,663	201,069+
Other Liabilities	1,260,876	1,051,956	208,920+
Total Liabilities	$47,912,008	$44,301,961	$3,610,047+
CAPITAL ACCOUNTS			
Capital Securities	$ 571,717	$ 343,779	$ 227,938+
Capital Stock	438,958	387,518	51,440+
Net Worth of Private Banks	11,771	10,952	819+
Surplus	1,885,952	1,810,236	75,716+
Undivided Profits	928,030	866,814	61,216+
Reserves	35,070	38,373	3,303-
Total Capital Accounts	$ 3,871,498	$ 3,457,672	$ 413,826+
Total Liabilities and Capital Accounts	$51,783,506	$47,759,633	$4,023,873+
RESOURCES (By Type of Institution)			
Banks	$ 1,929,080	$ 1,835,552	$ 93,528+
Bank and Trust Companies	34,745,176	31,552,687	3,192,489+
Savings Banks	14,950,579	14,248,003	702,576+
Private Banks	142,396	108,493	33,903+
Trust Companies	16,275	14,898	1,377+
Total Resources	$51,783,506	$47,759,633	$4,023,873+
TRUST FUNDS	$24,465,141	$21,259,312	$3,205,829+
TOTAL DEPOSITS	$42,181,364	$39,766,666	$2,414,698+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	46	68	48	69
Bank and Trust Companies	94	1,320	96	1,220
Savings Banks	8	223	9	207
Private Banks	5	3	5	3
Trust Companies	4	0	3	0
Total	157	1,614	161	1,499

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

333 Market Street
16th Floor
Harrisburg, PA 17101-2290

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: Sandra A. Dunkelberger
717/787-2665

FOR RELEASE: Immediately

HARRISBURG - Effective November 8, 1982, the offices of the Department of Banking will relocate to 333 Market Street, Harrisburg, PA (Harristown #2), from 433 Forum Building, Harrisburg, PA. The new mailing address will be:

(Name of Individual or Bureau)
Pennsylvania Department of Banking
333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

In addition, the Department will retain its Post Office Box 2155; however, the ZIP Code when using the box will be changed to 17105-2155. Arrangements have been made with the Post Office to assure delivery of all mail addressed to the former location.

Telephone numbers into the Department will remain unchanged.

This is the first Department of Banking office relocation in 51 years. Construction of the Forum Building (formerly the Education Building) was begun in 1929, but a fire in the forum section of the building delayed completion until 1931. It was that year that the Pennsylvania Department of Banking opened its offices on the fourth floor.

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DEC 15 1982

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street
16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Wednesday, December 8, 1982

Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of state-chartered banking institutions as of September 30, 1982.

Resources of Pennsylvania state-chartered banks rose to $52,798,534,000 as of September 30, 1982 from $48,707,652,000 as of September 30, 1981, an increase of $4,090,882,000 or 8.4%.

As of September 30, 1982, the total deposits of these institutions amounted to $43,072,798,000. A comparison of this figure with the September 30, 1981 total of $40,305,953,000 reflects an increase for the period of $2,766,845,000 or 6.9%.

The loan portfolio of the state-chartered banks at the end of this period amounted to $29,101,592,000 reflecting a decrease of 2.1% or $622,980,000 from $29,724,572,000 as of September 30, 1981. Loans outstanding as of September 30, 1982 represents 55.1% of resources and 67.6% of total deposits.

The total capital funds of these institutions showed an overall increase of $388,012,000 bringing capital accounts to $3,886,651,000 as of September 30, 1982. Total capital accounts equal 7.4% of resources and 9.0% of deposits for this period.

Total resources of state-chartered commercial banks are distributed as follows: Loans and discounts - 54.2%; securities investments - 27.7%; cash and due from banks - 10.6%; and all other resources - 7.5%. The ratio of total capital accounts to total deposits is 9.7%. The loans to deposit ratio is 68.9%. The capital accounts to resources ratio is 7.6%.

The total resources of Pennsylvania mutual savings banks increased 3.9% or $569,931,000 to $15,113,888,000 as of September 30, 1982 compared to September 30, 1981. Total deposits grew from $13,197,966,000 as of September 30, 1981 to $13,459,226,000 as of September 30, 1982, an increase of $261,260,000 or approximately 2%. During this same period loans and discounts fell from $9,337,736,000 to $8,678,604,000 reflecting a decrease of $659,132,000 or 7.1%. The total capital accounts of the mutual savings banks represents 6.6% of their total resources and 7.4% of their total deposits. Their loan to deposit ratio is 64.5%, slightly under the loan to deposit ratio for state-chartered commercial banks.

Trust funds held by trust departments of state-chartered commercial banks as of September 30, 1982 amounted to $24,659,985,000, an increase of $1,920,960,000 or 8.4% over the $22,739,025,000 reported held on September 30, 1981.

As of September 30, 1982 the Department has under its supervision a total of 158 independent institutions operating 1,615 branch offices. The number of banking offices increased from 1,705 in September 1981 to 1,773 in September 1982 providing increased convenient facilities for access of bank services.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17105-2155

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	September 30, 1982	September 30, 1981	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 5,437,327	$ 3,870,125	$1,567,202+
U.S. Government and Agency Obligations	7,160,942	6,576,726	584,216+
Obligations of State and Political Subdivisions	4,825,204	4,094,335	730,869+
Other Bonds, Notes, Debentures and Corporate Stocks	2,099,162	2,424,772	325,610-
Federal Funds Sold	2,197,169	1,897,280	299,889+
Loans and Discounts	26,904,423	27,827,292	922,869-
Bank Premises & Furn. & Fixt.	582,957	535,888	47,069+
Other Real Estate	84,851	51,164	33,687+
Other Resources	3,506,499	1,430,070	2,076,429+
Total Resources	$52,798,534	$48,707,652	$4,090,882+
LIABILITIES			
Demand Deposits	$ 5,716,151	$ 5,833,062	$ 116,911-
Time and Savings Deposits	37,356,647	34,472,891	2,883,756+
Federal Funds Purchased	3,488,108	2,968,392	519,716+
Borrowed Money	984,340	838,418	145,922+
Other Liabilities	1,366,637	1,096,250	270,387+
Total Liabilities	$48,911,883	$45,209,013	$3,702,870+
CAPITAL ACCOUNTS			
Capital Securities	$ 567,047	$ 329,156	$ 237,891+
Capital Stock	440,206	412,576	27,630+
Net Worth of Private Banks	12,539	12,027	512+
Surplus	1,857,376	1,811,925	45,451+
Undivided Profits	973,171	899,440	73,731+
Reserves	36,312	33,515	2,797+
Total Capital Accounts	$ 3,886,651	$ 3,498,639	$ 388,012+
Total Liabilities and Capital Accounts	$52,798,534	$48,707,652	$4,090,882+
RESOURCES (By Type of Institution)			
Banks	$ 1,991,685	$ 1,880,724	$ 110,961+
Bank and Trust Companies	35,536,869	32,150,905	3,385,964+
Savings Banks	15,113,888	14,543,957	569,931+
Private Banks	138,883	116,581	22,302+
Trust Companies	17,209	15,485	1,724+
Total Resources	$52,798,534	$48,707,652	$4,090,882+
TRUST FUNDS	$24,659,985	$22,739,025	$1,920,960+
TOTAL DEPOSITS	$43,072,798	$40,305,953	$2,766,845+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	46	68	48	70
Bank and Trust Companies	94	1,330	96	1,243
Savings Banks	8	214	9	228
Private Banks	5	3	5	3
Trust Companies	5	0	3	0
Total	158	1,615	161	1,544

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

333 Market Street
16th Floor
Harrisburg, PA 17101-2290

Ben McEnteer
Secretary

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Wednesday, December 8, 1982

Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of state-chartered banking institutions as of September 30, 1982.

Resources of Pennsylvania state-chartered banks rose to $52,798,534,000 as of September 30, 1982 from $48,707,652,000 as of September 30, 1981, an increase of $4,090,882,000 or 8.4%.

As of September 30, 1982, the total deposits of these institutions amounted to $43,072,798,000. A comparison of this figure with the September 30, 1981 total of $40,305,953,000 reflects an increase for the period of $2,766,845,000 or 6.9%.

The loan portfolio of the state-chartered banks at the end of this period amounted to $29,101,592,000 reflecting a decrease of 2.1% or $622,980,000 from $29,724,572,000 as of September 30, 1981. Loans outstanding as of September 30, 1982 represents 55.1% of resources and 67.6% of total deposits.

The total capital funds of these institutions showed an overall increase of $388,012,000 bringing capital accounts to $3,886,651,000 as of September 30, 1982. Total capital accounts equal 7.4% of resources and 9.0% of deposits for this period.

Total resources of state-chartered commercial banks are distributed as follows: Loans and discounts - 54.2%; securities investments - 27.7%; cash and due from banks - 10.6%; and all other resources - 7.5%. The ratio of total capital accounts to total deposits is 9.7%. The loans to deposit ratio is 68.9%. The capital accounts to resources ratio is 7.6%.

The total resources of Pennsylvania mutual savings banks increased 3.9% or $569,931,000 to $15,113,888,000 as of September 30, 1982 compared to September 30, 1981. Total deposits grew from $13,197,966,000 as of September 30, 1981 to $13,459,226,000 as of September 30, 1982, an increase of $261,260,000 or approximately 2%. During this same period loans and discounts fell from $9,337,736,000 to $8,678,604,000 reflecting a decrease of $659,132,000 or 7.1%. The total capital accounts of the mutual savings banks represents 6.6% of their total resources and 7.4% of their total deposits. Their loan to deposit ratio is 64.5%, slightly under the loan to deposit ratio for state-chartered commercial banks.

Trust funds held by trust departments of state-chartered commercial banks as of September 30, 1982 amounted to $24,659,985,000, an increase of $1,920,960,000 or 8.4% over the $22,739,025,000 reported held on September 30, 1981.

As of September 30, 1982 the Department has under its supervision a total of 158 independent institutions operating 1,615 branch offices. The number of banking offices increased from 1,705 in September 1981 to 1,773 in September 1982 providing increased convenient facilities for access of bank services.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17105-2155

(Dollar Figures in Thousands)

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Federal Funds Sold	2,197,169	1,897,280	299,889+
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Other Resources	3,506,499	1,430,070	2,076,429+
Total Resources	$52,798,534	$48,707,652	$4,090,882+
LIABILITIES			
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Time and Savings Deposits	37,356,647	34,472,891	2,883,756+
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Total Liabilities	$48,911,883	$45,209,013	$3,702,870+
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Capital Stock	440,206	412,576	27,630+
Net Worth of Private Banks	12,539	12,027	512+
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TRUST FUNDS	$24,659,985	$22,739,025	$1,920,960+
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Bank and Trust Companies	94	1,330	96	1,243
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Private Banks	5	3	5	3
Trust Companies	5	0	3	0
Total	158	1,615	161	1,544

MAR 31 1983

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Monday, March 28, 1983

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Secretary of Banking Ben McEnteer today released comments together with a comparative consolidated statement of condition of all State-chartered banking institutions and their domestic subsidiaries as of December 31, 1981 and December 31, 1982.

The year 1982 was one of transition for banking, in fact for the entire financial services industry. On the National level, there was further deregulation and the introduction of new competitive deposit instruments. In Pennsylvania, an expanded banking law was enacted which brought forth several proposed bank holding company mergers.

The economy played an important role. A slowdown in business activity resulted in high unemployment, lower retail sales, inventory liquidation and a cut-back in Pennsylvania's heavy industrial production. This led to a lowering of interest rates as well as a drop in loan demand by both consumers and businesses.

Despite the lagging economy and high unemployment that persisted throughout 1982, the total resources of Pennsylvania's State-chartered banks, including mutual savings banks, reached an all time high of $54,185,806,000, an increase of $4,244,151,000, up 8.5% from December 31, 1981. This substantial increase in resources occurred largely because of the new type Money Market Deposit accounts that were responsible for an increase of $3,273,824,000 in time and savings deposits and through retained earnings which increased total capital accounts by $368,780,000. Due to the sluggish economy which caused a low demand for loans, the funds acquired through the Money Market Deposit accounts were principally invested in U. S. Government securities and tax-exempt municipal bonds.

The total resources of Pennsylvania's eight mutual savings banks increased 3.2% or $471,925,000 to $15,088,423,000 as of December 31, 1982 compared to December 31, 1981. As of year-end 1982, compared to year-end 1981, total deposits of the mutual savings banks grew from $13,216,411,000 to $13,313,308,000, an increase of $96,897,000 or approximately 1%. During the same period, loans and discounts fell from $9,261,369,000 to $8,812,832,000 reflecting a decrease of $448,537,000 or 4.8%. The surplus accounts of the mutual savings banks amounted to 4.2% of total resources and 4.8% of total deposits at year-end 1982. The loan to deposit ratio for mutual savings banks was 66.2%, slightly over the loan to deposit ratio of 65.2% for State-chartered commercial banks.

Because the loan portfolios continued to contain a predominance of long-term low interest rate loans and investments in a high interest rate economy that continued through most of 1982, the mutual savings banks suffered a loss from operations that amounted to $115,182,000, an increase of $11,731,000 over the $103,451,000 reported loss for the year 1981, up 11.3%. During the year, the

Garn-St Germain Depository Institutions Act of 1982 became law and provided assistance programs to aid both Federally and State-chartered banks. These provisions, properly used, should help alleviate the problem of the present low income situation for these institutions and help promote a better maturity match of assets and liabilities. A continuing lower interest rate economy which appears to be materializing will be most beneficial to these institutions.

An analysis of the statements of the 155 reporting State-chartered institutions indicated that the larger banks, those with assets of $200 million or more, had net operating earnings to average total assets of less than 1% while the average for the smaller banks was a 1% or better ratio. The larger banks paid a higher dividend on average total capital accounts which was 6.3% while the other smaller banks varied from 2.9% to 3.9%.

Net income for all commercial banks amounted to $332,517,000 for the year 1982, an increase of $49,194,000 or 17.4% over the $283,323,000 reported for the year 1981.

Total resources of State-chartered commercial banks were distributed as follows: Loans and discounts - 52.3%; securities and investment - 28.4%; cash and due from banks - 10.9%; and all other resources - 8.4%. The ratio of total capital accounts to total deposits was 9.2%, and capital accounts to total resources was 7.4%. The loan to deposit ratio was 65.2%. The capital account ratios reflect that these Pennsylvania financial institutions are adequately capitalized in today's volatile economy.

Trust funds held by trust departments of State-chartered banks as of December 31, 1982 amounted to $25,004,282,000, an increase of $2,286,138,000 or 10.1% over the $22,718,144,000 reported as of December 31, 1981. This substantial increase in trust department assets indicates the increased importance that trust departments are attaining in handling the financial affairs of the citizens of Pennsylvania.

Recently enacted legislation has given expanded powers to thrift institutions, including the privilege to make commercial loan and installment loans, to acquire trust powers, etc. Commercial banks are now permitted to make variable rate mortgages and have been given expanded branching powers and permission to establish multi-bank holding companies to a limited extent. The Department of Banking is confident that these new powers will be handled prudently by State-chartered institutions and produce a favorable and competitive banking atmosphere for industry, borrowers and depositors within the community and the State. Should interest rates continue to lower and the economy continue its inflation free upswing, State-chartered financial institutions have money available to lend to businesses and consumers to help expand the recovery.

As of December 31, 1982, the Department had under its supervision a total of 155 independent State-chartered banking institutions operating 1,630 branch offices, which included 129 Automated Teller Machines. The number of banking offices increased from 1,753 as of December 1981 to 1,785 as of December 1982.

Attention is directed to the appended consolidated statement and computations of important ratios.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	December 31, 1982	December 31, 1981	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 5,561,438	$ 4,466,305	$1,095,133+
U.S. Government and Agency Obligations	7,764,149	6,731,832	1,032,317+
Obligations of State and Political Subdivisions	4,913,736	4,713,161	200,575+
Other Bonds, Notes, Debentures and Corporate Stocks	2,143,383	2,402,647	259,264-
Federal Funds Sold	1,654,767	1,933,975	279,208-
Loans and Discounts	27,609,943	27,470,890	139,053+
Bank Premises & Furn. & Fixt.	585,012	543,238	41,774+
Other Real Estate	84,631	52,436	32,195+
Other Resources	3,868,747	1,627,171	2,241,576+
Total Resources	$54,185,806	$49,941,655	$4,244,151+
LIABILITIES			
Demand Deposits	$ 6,489,537	$ 6,673,295	$ 183,758-
Time and Savings Deposits	38,144,921	34,871,097	3,273,824+
Federal Funds Purchased	3,568,554	3,072,591	495,963+
Borrowed Money	858,227	771,136	87,091+
Other Liabilities	1,247,644	1,045,393	202,251+
Total Liabilities	$50,308,883	$46,433,512	$3,875,371+
CAPITAL ACCOUNTS			
Capital Securities	$ 557,374	$ 364,187	$ 193,187+
Capital Stock	440,546	414,988	25,558+
Net Worth of Private Banks	10,028	10,107	79-
Surplus	1,847,884	1,831,294	16,590+
Undivided Profits	984,338	850,892	133,446+
Reserves	36,753	36,675	78+
Total Capital Accounts	$ 3,876,923	$ 3,508,143	$ 368,780+
Total Liabilities and Capital Accounts	$54,185,806	$49,941,655	$4,244,151+
RESOURCES (By Type of Institution)			
Banks	$ 2,048,662	$ 1,838,647	$ 210,015+
Bank and Trust Companies	36,883,341	33,350,009	3,533,332+
Savings Banks	15,088,423	14,616,498	471,925+
Private Banks	147,821	120,982	26,839+
Trust Companies	17,559	15,519	2,040+
Total Resources	$54,185,806	$49,941,655	$4,244,151+
TRUST FUNDS	$25,004,282	$22,718,144	$2,286,138+
TOTAL DEPOSITS	$44,634,458	$41,544,392	$3,090,066+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	46	71	47	67
Bank and Trust Companies	91	1,343	95	1,273
Savings Banks	8	213	9	251
Private Banks	5	3	5	3
Trust Companies	5	0	3	0
Total	155	1,630	159	1,594

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

DISTRIBUTION OF ASSETS
STATE-CHARTERED COMMERCIAL BANKS

	State Average
As a Percentage of Total Assets:	
Cash Assets	10.98%
Investment Securities	28.40%
Loans and Discounts (Including Federal Funds Sold)	52.26%
Real Estate Assets	1.27%
Other Assets	7.09%
	100.00%
Total Capital Accounts as a Percentage of:	
Total Assets	7.40%
Total Assets Less U.S. Government Securities and Cash Assets	9.08%
Total Deposits	9.23%
Percentage of:	
Time and Savings Deposits to Total Deposits	79.82%
Loans to Deposit Ratio	65.21%

EARNINGS RATIOS OF COMMERCIAL BANKS ACCORDING TO ASSET SIZE

	Under $10,000M	$10,000M to $25,000M	$ 25,000M to $100,000M	$100,000M to $250,000M	Over $250,000M
Net Operating Earnings to Average Total Assets	2.56%	1.13%	1.20%	0.94%	0.77%
Net Income After Related Taxes to Average Total Assets	2.18%	1.15%	1.11%	0.99%	0.86%
Net Income After Related Taxes to Average Total Capital Accts	11.61%	11.17%	12.50%	11.79%	11.84%
Dividends to Average Total Capital Accounts	3.60%	2.94%	3.31%	3.95%	6.30%
Income on Loans to Average Loans	10.51%	12.45%	12.97%	12.93%	17.00%
Interest and Dividends on Securities to Average Securities	9.87%	9.15%	10.18%	10.05%	9.42%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	6.22%	9.19%	9.44%	9.35%	11.17%

EARNINGS RATIOS - ALL STATE COMMERCIAL BANKS

	1981	1982
Net Operating Earnings to Average Total Assets	0.88%	0.86%
Net Income After Related Taxes to Average Total Assets	0.83%	0.90%
Net Income After Related Taxes to Average Total Capital Accounts	10.70%	11.90%
Dividends to Average Total Capital Accounts	5.59%	5.61%
Income on Loans to Average Loans	16.05%	16.09%
Interest and Dividends on Securities to Average Securities	9.20%	9.12%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	11.33%	10.72%

MAY 24 1983

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning, Friday May 20, 1983

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Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of state-chartered banking institutions as of March 31, 1983.

Total resources of Pennsylvania's state-chartered banks reached a new all time high of $54,952,840,000 and reflect an increase of $4,683,656,000, up 9.3% from March 31, 1982.

Total resources of state-chartered commercial banks are distributed as follows: Loans and discounts - 50.3%; securities investments - 29.8%; cash and due from banks - 10.6%; and all other resources - 9.3%. The ratio of total capital accounts to total deposits is 9.2%. The loans to deposit ratio is 62.3%. The total capital accounts to total resources ratio is 7.4%.

During this period the number of branches increased from 1,584 to 1,624 and banking offices now total 1,779.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	March 31, 1983	March 31, 1982	Increase+ Decrease-
Cash, Due From Banks, etc.	$ 5,581,908	$ 4,474,014	$1,107,894+
U.S. Government and Agency Obligations	8,551,395	6,975,390	1,576,005+
Obligations of State and Political Subdivisions	4,827,609	4,836,963	9,354-
Other Bonds, Notes, Debentures and Corporate Stocks	2,436,835	2,404,084	32,751+
Federal Funds Sold	1,782,645	2,085,604	302,959-
Loans and Discounts	26,925,963	27,155,760	229,797-
Bank Premises & Furn. & Fixt.	560,739	551,428	9,311+
Other Real Estate	89,796	56,518	33,278+
Other Resources	4,195,950	1,729,423	2,466,527+
Total Resources	$54,952,840	$50,269,184	$4,683,656+
LIABILITIES			
Demand Deposits	$ 5,869,514	$ 5,635,745	$ 233,769+
Time and Savings Deposits	39,756,005	35,924,359	3,831,646+
Federal Funds Purchased	3,293,308	3,248,904	44,404+
Borrowed Money	831,158	827,721	3,437+
Other Liabilities	1,285,061	1,124,262	160,799+
Total Liabilities	$51,035,046	$46,760,991	$4,274,055+
CAPITAL ACCOUNTS			
Capital Securities	$ 546,679	$ 363,542	$ 183,137+
Capital Stock	441,033	415,593	25,440+
Net Worth of Private Banks	10,976	10,886	90+
Surplus	1,834,200	1,792,086	42,114+
Undivided Profits	1,047,023	893,248	153,775+
Reserves	37,883	32,838	5,045+
Total Capital Accounts	$ 3,917,794	$ 3,508,193	$ 409,601+
Total Liabilities and Capital Accounts	$54,952,840	$50,269,184	$4,683,656+
RESOURCES (By Type of Institution)			
Banks	$ 2,110,763	$ 1,857,121	$ 253,642+
Bank and Trust Companies	37,514,122	33,452,193	4,061,929+
Savings Banks	15,160,658	14,815,778	344,880+
Private Banks	149,789	127,963	21,826+
Trust Companies	17,508	16,129	1,379+
Total Resources	$54,952,840	$50,269,184	$4,683,656+
TRUST FUNDS	$26,022,007	$24,021,361	$2,000,646+
TOTAL DEPOSITS	$45,625,519	$41,560,104	$4,065,415+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	46	71	46	66
Bank and Trust Companies	91	1,342	95	1,293
Savings Banks	8	208	9	222
Private Banks	5	3	5	3
Trust Companies	5	0	4	0
Total	155	1,624	159	1,584

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Monday, September 12, 1983

Secretary of Banking Ben McEnteer today released the consolidated report of condition of state-chartered banking institutions as of June 30, 1983.

Total resources of Pennsylvania's state-chartered banks reached a new all time high of $56,375,033,000 which reflected an increase of $4,591,527,000, up 8.9% from June 30, 1982. Increases of $4,564,295,000 in deposits and $73,393,000 in capital accounts were prime factors in contributing to the increase.

The substantial increase in deposits occurred largely because of the flow of new money into the money market deposit accounts and the continued popularity of individual retirement accounts. The deposit increases in Pennsylvania paralleled the national trend. According to the Federal Reserve, over $360-billion has been deposited into the money market deposit accounts nationally since the inception of the account in December of 1982. It is believed that approximately 60% of this money is new money which has come from outside the institutions.

Net operating earnings for all state-chartered commercial institutions for the six months ended June 30, 1983 were $161,163,000. This reflects a small decrease of $1,876,000 or 1.15% less than the figure reported for June 30, 1982. The high interest rate paid for the acquisition of money market funds lowered the spread and caused a decrease in net interest income for many commercial banks for this period.

Pennsylvania's eight saving banks showed considerable improvement during the second quarter of 1983 as operating losses were reduced dramatically from the $87,203,000 reported for the first six months of 1982 to $11,402,000.

Saving banks have had a consistent problem in the high interest rate economy because of the composition of their portfolios. Most of their assets are long term mortgages that were made years ago when interest rates were lower, while their deposits are for shorter periods and reflect current interest rate levels. The continuation of lower interest rates during the second quarter of 1983 was the biggest single factor in the improved picture for the saving banks from June 1982 to June 1983.

Total resources of state-chartered commercial banks were distributed as follows: Loans and discounts - 50.5%; securities investments - 29.6%; cash and due from banks - 9.4%; and all other resources - 10.5%. The ratio of total capital accounts to total deposits is 8.9%. The loan to deposit ratio is 62.4%. The total capital accounts to total resources ratio is 7.3%.

During this period the number of branches increased from 1,614 to 1,644 and banking offices of state-chartered banks now total 1,796. Automated teller machines increased by 22 during this period and now total 140.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	June 30, 1983	June 30, 1982	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 4,972,385	$ 4,932,965	$ 39,420+
U.S. Government and Agency Obligations	9,503,499	7,179,117	2,324,382+
Obligations of State and Political Subdivisions	4,741,883	4,799,192	57,309-
Other Bonds, Notes, Debentures and Corporate Stocks	2,613,946	1,991,777	622,169+
Federal Funds Sold	1,544,190	2,248,119	703,929-
Loans and Discounts	27,583,883	26,921,191	662,692+
Bank Premises & Furn. & Fixt.	563,921	575,904	11,983-
Other Real Estate	101,191	81,699	19,492+
Other Resources	4,750,135	3,053,542	1,696,593+
Total Resources	$56,375,033	$51,783,506	$4,591,527+
LIABILITIES			
Demand Deposits	$ 5,864,993	$ 5,828,092	$ 36,901+
Time and Savings Deposits	40,880,666	36,353,272	4,527,394+
Federal Funds Purchased	3,379,598	3,587,036	207,438-
Borrowed Money	948,299	882,732	65,567+
Other Liabilities	1,356,586	1,260,876	95,710+
Total Liabilities	$52,430,142	$47,912,008	$4,518,134+
CAPITAL ACCOUNTS			
Capital Securities	$ 524,033	$ 571,717	$ 47,684-
Capital Stock	440,531	438,958	1,573+
Net Worth of Private Banks	12,005	11,771	234+
Surplus	1,867,296	1,885,952	18,656-
Undivided Profits	1,074,725	928,030	146,695+
Reserves	26,301	35,070	8,769-
Total Capital Accounts	$ 3,944,891	$ 3,871,498	$ 73,393+
Total Liabilities and Capital Accounts	$56,375,033	$51,783,506	$4,591,527+
RESOURCES (By Type of Institution)			
Banks	$ 2,126,992	$ 1,929,080	$ 197,912+
Bank and Trust Companies	38,254,899	34,745,176	3,509,723+
Savings Banks	15,819,287	14,950,579	868,708+
Private Banks	155,859	142,396	13,463+
Trust Companies	17,996	16,275	1,721+
Total Resources	$56,375,033	$51,783,506	$4,591,527+
TRUST FUNDS	$25,638,827	$24,465,141	$1,173,686+
TOTAL DEPOSITS	$46,745,659	$42,181,364	$4,564,295+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	44	70	46	68
Bank and Trust Companies	90	1,364	94	1,320
Savings Banks	8	207	8	223
Private Banks	5	3	5	3
Trust Companies	5	0	4	0
	152	1,644	157	1,614

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

ONTACT: 717-787-2665 - Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE 9/20/83

Secretary of Banking Ben McEnteer announced today that Kenneth B. Ellis, chief review examiner in the Department of Banking, graduated second in a class of 432 students of the Herbert V. Prochnow Graduate School of Banking at the University of Wisconsin-Madison. William H. Kenneth, Jr., president of the American Bankers Association and chairman of the National Bank of Commerce, Pine Bluff, Arkansas, was the commencement speaker.

The School, sponsored by the 16 state bankers associations composing the Central States Conference of Bankers Associations, was established in 1945 to provide bankers with an opportunity for advanced study and research in banking, economics and monetary problems. This year 1,300 students from 43 states and Puerto Rico attended.

Instruction in the Graduate School of Banking takes place in three two-week summer sessions, along with extension, or home study work, including comprehensive banking problems to be completed in the period between summer resident sessions. A distinguished faculty of over 160 people includes leading bankers, economists, educators, consultants and government officials.

"We are very proud of Ken's accomplishment," Secretary McEnteer said. "He is an outstanding example of the efforts of the Department of Banking to provide the people of the Commonwealth with a well-trained, professional staff to carry out the supervisory and regulatory responsibilities of the Department in overseeing our State-chartered financial institutions."

Herbert V. Prochnow Graduate School of Banking

Individual Student Report

Mr. Kenneth B. Ellis
Chief Review Examiner
2224 Dover Road
Harrisburg, PA 17112

1st Year Exam Score	49
1st Year Problems	331
2nd Year Exam Score	52
2nd Year Problems	486
3rd Year Exam Score	55
Class Standing	2/432

Herbert V. Prochnow
GRADUATE SCHOOL OF BANKING
at the University of Wisconsin-Madison
122 West Washington Avenue, Madison, Wisconsin 53703 • Phone (608) 256-7021

(Mrs.) Janet A. Primus
Registrar

FOR IMMEDIATE RELEASE

FOR FURTHER INFORMATION
CONTACT: Janet A. Primus
(608) 256-7021

MADISON--

was awarded a diploma at the 39th annual commencement exercises of the Herbert V. Prochnow Graduate School of Banking at the University of Wisconsin-Madison on Friday, Aug. 19. William H. Kennedy, Jr., president of the American Bankers Association and chairman of the National Bank of Commence, Pine Bluff, Arkansas, was the commencement speaker.

The School, sponsored by the 16 state bankers associations composing the Central States Conference of Bankers Associations, was established in 1945 to provide bankers with an opportunity for advanced study and research in banking, economics and monetary problems. This year 1,300 students from 43 states and Puerto Rico attended.

Instruction in the Graduate School of Banking takes place in three two-week summer sessions, along with extension, or home study work, including comprehensive banking problems to be completed in the period between summer resident sessions. A distinguished faculty of over 160 people includes leading bankers, economists, educators, consultants and government officials.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Friday, December 9, 1983

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Secretary of Banking Ben McEnteer today released the consolidated Report of Condition of State-chartered banking institutions as of September 30, 1983.

Total resources of Pennsylvania's State-chartered banks reached a new all time high of $57,854,440,000 and reflect an increase of $5,055,906,000, up 9.6% from September 30, 1982. Increases of $4,656,858,000 in deposits and $495,203,000 in capital accounts were principal factors in contributing to the growth and provided funds for increases of $1,904,384,000 in loans and a net increase of $3,869,761,000 in securities investments.

Total resources of State-chartered commercial banks are distributed as follows: Loans and discounts - 52.4%; securities investments - 29.4%; cash and due from banks - 8.8%; and all other resources - 9.4%. The ratio of total capital accounts to total deposits is 8.9%. The loans to deposit ratio is 64.2%. The total capital accounts to total resources ratio is 7.2%.

During this period the number of branches increased from 1,615 to 1,658 and banking offices now total 1,810.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
P.O. BOX 2155
HARRISBURG, PA. 17105-2155

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state banks, bank and trust companies, mutual savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	September 30, 1983	September 30, 1982	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 4,265,112	$ 5,437,327	$1,172,215-
U.S. Government and Agency Obligations	10,424,779	7,160,942	3,263,837+
Obligations of State and Political Subdivisions	4,799,502	4,825,204	25,702-
Other Bonds, Notes, Debentures and Corporate Stocks	2,730,788	2,099,162	631,626+
Federal Funds Sold	1,721,613	2,197,169	475,556-
Loans and Discounts	28,808,807	26,904,423	1,904,384+
Bank Premises & Furn. & Fixt.	554,949	582,957	28,008-
Other Real Estate	101,997	84,851	17,146+
Other Resources	4,446,893	3,506,499	940,394+
Total Resources	$57,854,440	$52,798,534	$5,055,906+
LIABILITIES			
Demand Deposits	$ 5,827,542	$ 5,716,151	$ 111,391+
Time and Savings Deposits	41,902,114	37,356,647	4,545,467+
Federal Funds Purchased	3,588,366	3,488,108	100,258+
Borrowed Money	790,701	984,340	193,639-
Other Liabilities	1,363,863	1,366,637	2,774-
Total Liabilities	$53,472,586	$48,911,883	$4,560,703+
CAPITAL ACCOUNTS			
Capital Securities	$ 522,614	$ 567,047	$ 44,433-
Capital Stock	441,845	440,206	1,639+
Net Worth of Private Banks	14,730	12,539	2,191+
Surplus	2,261,763	1,857,376	404,387+
Undivided Profits	1,113,110	973,171	139,939+
Reserves	27,792	36,312	8,520-
Total Capital Accounts	$ 4,381,854	$ 3,886,651	$ 495,203+
Total Liabilities and Capital Accounts	$57,854,440	$52,798,534	$5,055,906+
RESOURCES (By Type of Institution)			
Banks	$ 2,202,551	$ 1,991,685	$ 210,866+
Bank and Trust Companies	38,882,374	35,536,869	3,345,505+
Savings Banks	16,591,245	15,113,888	1,477,357+
Private Banks	160,011	138,883	21,128+
Trust Companies	18,259	17,209	1,050+
Total Resources	$57,854,440	$52,798,534	$5,055,906+
TRUST FUNDS	$27,549,530	$24,659,985	$2,889,545+
TOTAL DEPOSITS	$47,729,656	$43,072,798	$4,656,858+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	44	71	46	68
Bank and Trust Companies	90	1,377	94	1,330
Savings Banks	8	207	8	214
Private Banks	5	3	5	3
Trust Companies	5	0	5	0
	152	1,658	158	1,615

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: IMMEDIATE - 1/24/84

HARRISBURG - Secretary of Banking Ben McEnteer, in a letter to chief executive officers of State-chartered Pennsylvania banking institutions, outlined the Department of Banking's position regarding investments by banks in shares of money market mutual funds which are composed wholly of investments which would be eligible for direct purchase by the institution.

It has traditionally been, and remains, the position of the Department that the investment in shares of a money market fund by a state-chartered bank would not be in violation of any provision of the Banking Code provided that the assets held by the purchased money market fund are assets of the kind and type the investing bank could acquire directly. The investing bank may purchase shares in such funds without limitation as to the amount purchased so long as the assets held by the purchased funds are assets that the investing bank could acquire directly, without limitation. However, funds which contain investments which are subject to the limits stipulated by Federal law may be purchased and held only in an amount not to exceed 10% of capital and surplus as defined by the Comptroller of the Currency's interpretive ruling 7.1100(b).

According to Secretary McEnteer, this interpretation is applicable to banks and to bank and trust companies as defined in the Pennsylvania Banking Code of 1965.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
HARRISBURG, PENNSYLVANIA 17101 2290

BEN McENTEER
SECRETARY OF BANKING

TELEPHONE
717-787-6991

January 24, 1984

Interpretive Letter Number 1984-1

TO: CHIEF EXECUTIVE OFFICERS OF ALL STATE-CHARTERED PENNSYLVANIA BANKING INSTITUTIONS

RE: Section 307 of the Pennsylvania Banking Code of 1965

The Department of Banking wishes to communicate to you its position regarding investments by banks in shares of money market mutual funds which are composed wholly of investments which would be eligible for direct purchase by the institution.

It has traditionally been, and remains, the position of the Department of Banking that the investment in shares of a money market fund by a state-chartered bank would not be in violation of any provision of the Banking Code provided that the assets held by the purchased money market fund are assets of the kind and type the investing bank could acquire directly. The investing bank may purchase shares in such funds without limitation as to the amount purchased so long as the assets held by the purchased funds are assets that the investing bank could acquire directly without limitation. However, funds which contain investments which are subject to the limits stipulated by Federal law (12 U.S.C. 24) may be purchased and held only in an amount not to exceed 10% of capital and surplus as defined by the Comptroller of the Currency's interpretive ruling 7.1100(b).

This interpretation is applicable to banks and to bank and trust companies as defined in Section 102 of the Pennsylvania Banking Code of 1965.

Ben McEnteer
Secretary of Banking

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 - Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE

HARRISBURG - Cynthia G. Wirt has been promoted to Consumer Affairs Coordinator for the Pennsylvania Department of Banking. The promotion was announced by Secretary of Banking Ben McEnteer.

Wirt joined the Banking Department in 1975 and served in the Consumer Credit Bureau in the area of licensing installment sellers and secondary mortgage companies.

She is a 1973 graduate of Mercyhurst College, Erie, and holds a B.A. in sociology. Mrs. Wirt, her husband, Raymond, and their son, Jason, are residents of Steelton, PA.

In 1974 the Pennsylvania Department of Banking became the first financial institution regulatory agency in the country to establish a consumer affairs office. Wirt replaces Wilbur H. Stark who served as Consumer Affairs Coordinator from 1974 until his retirement on May 30, 1984.

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MAR 27 1984

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Friday, March 23, 1984

Secretary of Banking Ben McEnteer today released the comparative consolidated statement of condition for all state-chartered banking institutions and their domestic subsidiaries as of December 31, 1982, and December 31, 1983.

The year 1983 was one which saw the banking industry react to the deregulation efforts of 1982 from both the federal and state level. At the state level the effects of the "expanded banking" legislation enacted in 1982 became more apparent. By the end of 1983 there were 82 bank holding companies in the Commonwealth. This compared with less than fifty at the end of 1982. Included among the 82 bank holding companies were 15 multi-bank holding companies which controlled 35 banks at the end of 1983. Deregulation at the federal level in late 1982 provided for a new depository instrument which led to a large influx of savings and time deposits in 1983. At this time, deregulation has created a new more competitive banking climate in Pennsylvania which is meeting the needs of the Commonwealth's consumers.

The Pennsylvania economy, which grew steadily in most parts of the Commonwealth, also played an important role in 1983. As the national economic recovery gained strength, slower starters like Pennsylvania which is more dependent on manufacturing than the nation as a whole, gained strength also. Naturally, this had a positive effect on Pennsylvania's state-chartered banks.

Total resources of Pennsylvania's state-chartered banks including the eight savings banks reached an all time high of $59,309,335,000. This represented a 9.5% increase of $5,123,529,000 above the December 31, 1982, figure. The new money market deposit accounts provided for under the Garn-St. Germain "Depository Institutions Act of 1982" contributed to this substantial increase in resources. These accounts affected an increase of $4,837,555,000 in time and savings deposits and produced retained earnings which increased total capital accounts by $472,840,000. The improving economy also helped to increase lending by $1,892,610,000 in 1983. However, much of the money secured through the money market deposit accounts was invested in U.S. Government securities and tax exempt municipal bonds which showed an increase of $3,294,498,000.

Savings bank trends in 1983 were dominated by a dramatic improvement in deposit and earnings experience, following a period of massive disintermediation and a severe earnings squeeze in 1981 and 1982. The total resources of Pennsylvania's eight savings banks increased 13.4% or $2,020,871,000 to $17,109,294,000 as of December 31, 1983, compared to December 31, 1982. As of year-end 1983, compared to year-end 1982, total deposits of savings banks grew from $13,313,308,000 to $14,690,355,000, an increase of $1,377,047,000 or approximately 10.3%. During the same period, loans and discounts rose from $8,812,832,000 to $9,261,969,000 reflecting an increase of $499,137,000 or 5.1%. The surplus accounts of the savings banks amounted to 6.1% of total resources and 7.1% of total deposits at year-end 1983. The loan to deposit ratio for savings banks was 63.0% which equaled

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

the loan to deposit ratio of 63.1% for state-chartered commercial banks. However, because their loan portfolios continued to contain a predominance of long-term low interest rate investments, the savings banks suffered a loss from operations that amounted to $13,790,000. This loss represented a substantial reduction of 88% or $101,392,000 from the $115,182,000 reported loss for the year 1982. The state-chartered savings banks were much healthier in 1983 than in 1981 and 1982. If future interest rate increases turn out to be relatively subdued, the savings banks should be able to avoid a serious cost squeeze such as the one in 1981-82.

An analysis of the statements of the 153 reporting state-chartered institutions indicated that the larger banks, those with assets of $250 million or more, had net operating earnings to average total assets of less than 1% while the average for the smaller banks was a 1% or better ratio. The larger banks paid a higher dividend on average total capital accounts which was 5.1% while the other smaller banks varied from 3.1% to 3.8%.

Net income for all state-chartered commercial banks amounted to $291,348,000 for the year 1983, a decrease of $41,169,000 down 12.4% from the $332,517,000 reported for the year 1982.

Total resources of state-chartered commercial banks were distributed as follows: loans and discounts - 52.2%; securities and investments - 28.9%; cash and due from banks - 9.8%; and all other resources - 9.1%. The ratio of total capital accounts to total deposits was 8.5%, and capital accouts to total resources was 7.0%. The loan to deposit ratio was 63.1%. The capital account ratios reflect that these Pennsylvania financial institutions are adequately capitalized in today's changing economy.

Trust funds held by trust departments of state-chartered banks as of December 31, 1983, amounted to $27,957,375,000, an increase of $2,953,093,000 or 11.8% over the $25,004,282,000 reported as of December 31, 1982. This substantial increase in trust department assets indicates the increased importance that trust departments are attaining in handling the financial affairs of the citizens of Pennsylvania.

Although the Federal Deposit Insurance Corporation reported 47 bank failures nationally in 1983, there were no failures in Pennsylvania. In fact, the Department chartered one new institution in 1983 and approved another which recently opened in Philadelphia. Two state-chartered institutions merged with two other state-chartered institutions and five national banks merged with state-chartered banks. One state-chartered bank converted to a national charter and one application for conversion of a national bank to a state charter was filed but not approved by the end of 1983.

As of December 31, 1983, the Department had under its supervision a total of 153 state-chartered banking institutions operating 1,668 branch offices including 155 automated teller machines. The number of banking offices increased from 1,785 at the end of 1982 to 1,821 as of December 31, 1983.

Attention is directed to the attached consolidated statement of condition and pertinent ratios of Pennsylvania state-chartered banks for 1982 and 1983.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state-chartered banks, bank and trust companies, savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	December 31, 1983	December 31, 1982	Increase+ Decrease-
Cash, Due from Banks, etc.	$ 4,806,524	$ 5,561,438	$ 754,914-
U.S. Government and Agency Obligations	10,535,097	7,764,149	2,770,948+
Obligations of State and Political Subdivisions	4,835,026	4,913,736	78,710-
Other Bonds, Notes, Debentures and Corporate Stocks	2,745,643	2,143,383	602,260+
Federal Funds Sold	1,805,118	1,654,767	150,351+
Loans and Discounts	29,502,553	27,609,943	1,892,610+
Bank Premises & Furn. & Fixt.	582,401	585,012	2,611-
Other Real Estate	100,062	84,631	15,431+
Other Resources	4,396,911	3,868,747	528,164+
Total Resources	$59,309,335	$54,185,806	$5,123,529+
LIABILITIES			
Demand Deposits	$ 6,606,723	$ 6,489,537	$ 117,186+
Time and Savings Deposits	42,982,476	38,144,921	4,837,555+
Federal Funds Purchased	3,399,017	3,568,554	169,537-
Borrowed Money	652,517	858,227	205,710-
Other Liabilities	1,318,839	1,247,644	71,195+
Total Liabilities	$54,959,572	$50,308,883	$4,650,689+
CAPITAL ACCOUNTS			
Capital Securities	$ 507,528	$ 557,374	$ 49,846-
Capital Stock	444,864	440,546	4,318+
Net Worth of Private Banks	12,713	10,028	2,685+
Surplus	2,278,770	1,847,884	430,886+
Undivided Profits	1,077,761	984,338	93,423+
Reserves	28,127	36,753	8,626-
Total Capital Accounts	$ 4,349,763	$ 3,876,923	$ 472,840+
Total Liabilities and Capital Accounts	$59,309,335	$54,185,806	$5,123,529+
RESOURCES (By Type of Institution)			
Banks	$ 2,335,812	$ 2,048,662	$ 287,150+
Bank and Trust Companies	39,687,085	36,883,341	2,803,744+
Savings Banks	17,109,294	15,088,423	2,020,871+
Private Banks	158,663	147,821	10,842+
Trust Companies	18,481	17,559	922+
Total Resources	$59,309,335	$54,185,806	$5,123,529+
TRUST FUNDS	$27,957,375	$25,004,282	$2,953,093+
TOTAL DEPOSITS	$49,589,199	$44,634,458	$4,954,741+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	45	72	46	71
Bank and Trust Companies	90	1,385	91	1,343
Savings Banks	8	208	8	213
Private Banks	5	3	5	3
Trust Companies	5	0	5	0
Total	153	1,668	155	1,630

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

DISTRIBUTION OF ASSETS
STATE-CHARTERED COMMERCIAL BANKS

	State Average
s a Percentage of Total Assets:	
Cash Assets	9.85%
Investment Securities	28.91%
Loans and Discounts (Including Federal Funds Sold)	52.18%
Real Estate Assets	1,19%
Other Assets	7.87%
	100.00%
otal Capital Accounts as a Percentage of:	
Total Assets	7.02%
Total Assets Less U.S. Government Securities and Cash Assets	8.69%
Total Deposits	8.48%
ercentage of:	
Time and Savings Deposits to Total Deposits	81.68%
Loans to Deposit Ratio	63.06%

EARNINGS RATIOS OF COMMERCIAL BANKS ACCORDING TO ASSET SIZE

	Under $10,000M	$10,000M to $25,000M	$ 25,000M to $100,000M	$100,000M to $250,000M	Over $250,000M
Net Operating Earnings to Average Total Assets	1.54%	2.16%	1.27%	0.76%	0.57%
Net Income After Related Taxes to Average Total Assets	1.36%	1.79%	1.27%	0.71%	0.64%
Net Income After Related Taxes to Average Total Capital Accts	7.43%	14.74%	12.73%	8.85%	9.35%
Dividends to Average Total Capital Accounts	3.68%	3.08%	3.20%	3.83%	5.05%
Income on Loans to Average Loans	9.95%	11.22%	11.99%	11.65%	14.56%
Interest and Dividends on Securities to Average Securities	7.35%	10.82%	10.06%	9.13%	9.37%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	5.82%	7.58%	8.16%	8.13%	9.11%

EARNINGS RATIOS - ALL STATE COMMERCIAL BANKS

	1982	1983
Net Operating Earnings to Average Total Assets	0.86%	0.67%
Net Income After Ralated Taxes to Average Total Assets	0.90%	0.71%
Net Income After Related Taxes to Average Total Capital Accounts	11.90%	9.80%
Dividends to Average Total Capital Accounts	5.61%	4.70%
Income on Loans to Average Loans	16.09%	14.03%
Interest and Dividends on Securities to Average Securities	9.12%	9.46%
Interest Paid on Time and Savings Deposits to Average Time and Savings Deposits	10.72%	8.91%

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Thursday, June 14, 1984

Secretary of Banking Ben McEnteer today released the consolidated report of condition of Pennsylvania state-chartered banking institutions as of March 31, 1984.

Total resources of Pennsylvania's state-chartered banks reached a new all time high of $60,533,076,000 and reflect an increase of $5,580,236,000, up 9.2% from March 31, 1983.

Total resources of state-chartered commercial banks are distributed as follows: Loans and discounts - 57.8%; securities investments - 24.3%; cash and due from banks - 13.7%; and all other resources - 4.2%. The ratio of total equity capital to total deposits is 7.8%. The loan to deposit ratio is 69.2%. The total equity capital to total resources ratio is 6.5%.

During this period the number of branches increased from 1,624 to 1,685 and banking offices now total 1,840.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state-chartered banks, bank and trust companies, savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	March 31, 1984	March 31, 1983	Increase+ Decrease-
Cash and Balances Due From Depository Institutions	$ 6,289,863	$ 5,581,908	$ 707,955+
Securities	16,545,085	15,815,839	729,246+
Federal Funds Sold	2,067,451	1,782,645	284,806+
Loans and Discounts	32,559,205	26,925,963	5,633,242+
Premises and Fixed Assets	599,167	560,739	38,428+
Other Real Estate	110,721	89,796	20,925+
Other Assets	2,361,584	4,195,950	1,834,366-
Total Resources	$60,533,076	$54,952,840	$5,580,236+
LIABILITIES			
Noninterest Bearing Deposits	$ 6,094,269	$ 5,869,514	$ 224,755+
Interest Bearing Deposits	44,617,337	39,756,005	4,861,332+
Federal Funds Purchased	3,277,504	3,293,308	15,804-
Borrowed Money	839, 13	1,377,837	537,924-
Other Liabilities	1,514,661	1,285,061	229,600+
Total Liabilities	$56,343,684	$51,581,725	$4,761,959+
CAPITAL ACCOUNTS			
Perpetual Preferred Stock	$ 290,997	$ 44,035	$ 246,962+
Common Stock	441,208	396,998	44,210+
Net Worth of Private Banks	14,089	10,976	3,113+
Surplus	2,094,343	1,834,200	260,143+
Undivided Profits and Capital Reserves	1,348,755	1,084,906	263,849+
Total Capital Accounts	$ 4,189,392	$ 3,371,115	$ 818,277+
Total Liabilities and Capital Accounts	$60,533,076	$54,952,840	$5,580,236+
RESOURCES (By Type of Institution)			
Banks	$ 2,323,093	$ 2,110,763	$ 212,330+
Bank and Trust Companies	40,544,655	37,514,122	3,030,533+
Savings Banks	17,475,791	15,160,658	2,315,133+
Private Banks	170,157	149,789	20,368+
Trust Companies	19,380	17,508	1,872+
Total Resources	$60,533,076	$54,952,840	$5,580,236+
TRUST FUNDS	$29,043,333	$26,022,007	$3,021,326+
TOTAL DEPOSITS	$50,711,606	$45,625,519	$5,086,087+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	46	72	46	71
Bank and Trust Companies	91	1,402	91	1,342
Savings Banks	8	208	8	208
Private Banks	5	3	5	3
Trust Companies	5	0	5	0
Total	155	1,685	155	1,624

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

SEP 18 1984

CONTACT: 717-787-2665

FOR RELEASE: Beginning Monday, September 17, 1984

Secretary of Banking Ben McEnteer today released the Consolidated Report of Condition of State-chartered Banking Institutions as of June 30, 1984.

Total resources of Pennsylvania's state-chartered banks as of June 30, 1984, was $56,611,139,000, which reflected an increase of $236,106,000, up 0.4% from June 30, 1983. Increases of $529,469,000, or 1.1%, in deposits and $147,250,000, or 4.3%, in capital accounts, which were partially offset by a reduction in borrowed money of $440,613,000, or 7.1%, were the factors in this increase.

During the period, four state-chartered banks, with combined total assets of $5,217,697,000 and total deposits of $3,755,184,000 were acquired by Mellon National Corporation and converted to national banks. These decreases were partially offset by increases in total assets of $285,633,000 and total deposits of $244,697,000 as a result of conversions of national banks to state-chartered institutions, mergers of national banks into state-chartered institutions, and the commencement of business of a newly-chartered bank. The net result of these changes was a reduction of $4,932,064,000, or 8.7%, in total assets and $3,510,487,000, or 7.5% in total deposits.

Net operating earnings for all state-chartered commercial institutions for the six months ended June 30, 1984, were $144,245,000. This reflects a decrease of $16,918,000, or 10.5%, less than the $161,163,000 reported for June 30, 1983. However, after making adjustments for the income and expenses of the commercial banks added to and deleted from the Department's supervision as noted above and for a significant change in the Report of Income format since June 30, 1983, the Net Operating Earnings of commercial banks actually increased $1,743,000, or 1.1%, since last year. This net increase consisted of $53,528,000 in net interest income, $4,437,000 in non-interest income, which was partially offset by an increase of $1,562,000 in the provision for loan and lease losses, and an increase of $54,660,000 in non-interest expenses. The lower interest rates paid on money market funds during the six months ended June 30, 1984, compared to the same period for 1983 produced a wider net-interest-rate margin and contributed to the improved earnings of commercial banks.

Pennsylvania's eight savings banks showed considerable improvement during the first half of 1984 as operating losses of $11,402,000 reported for the first six months of 1983 were eliminated; and operating profits of $51,694,000 were recorded which reflected a net increase of $63,096,000.

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During recent years, savings banks were faced with the problem of paying higher interest rates on their deposits than they were able to charge on their loans, Most of their assets were long-term, fixed-rate mortgages that were granted at a time when interest rates were considerably lower, while their deposits were for shorter periods and reflected current high interest rate levels. This problem has been somewhat alleviated by the introduction of adjustable-rate mortgages during 1983. Additional improvements in this condition are being brought about by the savings banks through the gradual restructuring of their balance sheets to improve or eliminate the imbalance in the spread between rate-sensitive assets and rate-sensitive liabilities.

The lower interest rates during the first six months of 1984 compared to the same period for 1983 was the primary factor in the improved earnings for the savings banks from June 1983 to June 1984.

Total resources of state-chartered commercial banks were distributed as follows: loans and discounts - 56.9%; securities' investments - 25.0%; cash and due-from banks - 13.6%; and all other resources - 4.5%. The ratio of total capital accounts to total deposits is 7.4%. The loan-to-deposit ratio is 67.4%. The total capital to resources is 6.3%.

During this period, the number of branches decreased from 1,644 to 1,476; and banking offices now total 1,628. Automated teller machines decreased by 38 during this period and now total 102. The decrease in branch offices was due to the conversion activities of Mellon National Corporation indicated above.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state-chartered banks, bank and trust companies, savings banks, private banks, and trust companies. Also presented are figures for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	June 30, 1984	June 30, 1983	Increase+ Decrease-
Cash and Balances Due From Depository Institutions	$ 5,704,757	$ 4,972,385	$ 732,372+
Securities	15,672,191	16,859,328	1,187,137-
Federal Funds Sold	1,753,018	1,544,190	208,828+
Loans and Discounts	30,451,064	27,583,883	2,867,181+
Premises and Fixed Assets	525,518	563,921	38,403-
Other Real Estate	102,750	101,191	1,559+
Other Assets	2,401,841	4,750,135	2,348,294-
Total Resources	$56,611,139	$56,375,033	$ 236,106+
LIABILITIES			
Noninterest Bearing Deposits	$ 5,531,621	$ 5,864,993	$ 333,372-
Interest Bearing Deposits	41,743,507	40,880,666	862,841+
Federal Funds Purchased	3,232,490	3,379,598	147,108-
Borrowed Money	1,266,204	1,472,332	206,128-
Other Liabilities	1,269,209	1,356,586	87,377-
Total Liabilities	$53,043,031	$52,954,175	$ 88,856+
CAPITAL ACCOUNTS			
Perpetual Preferred Stock	$ 11	$ 44,091	$ 44,080-
Common Stock	404,701	396,440	8,261+
Net Worth of Private Banks	15,174	12,005	3,169+
Surplus	1,863,559	1,867,296	3,737-
Undivided Profits and Capital Reserves	1,284,663	1,101,026	183,637+
Total Capital Accounts	$ 3,568,108	$ 3,420,858	$ 147,250+
Total Liabilities and Capital Accounts	$56,611,139	$56,375,033	$ 236,106+
RESOURCES (By Type of Institution)			
Banks	$ 2,419,144	$ 2,126,992	$ 292,152+
Bank and Trust Companies	36,247,232	38,254,899	2,007,667-
Savings Banks	17,743,666	15,819,287	1,924,379+
Private Banks	181,050	155,859	25,191+
Trust Companies	20,047	17,996	2,051+
Total Resources	$56,611,139	$56,375,033	$ 236,106+
TRUST FUNDS	$18,718,826	$25,638,827	$6,920,001-
TOTAL DEPOSITS	$47,275,128	$46,745,659	$ 529,469+

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	46	74	44	70
Bank and Trust Companies	88	1,187	90	1,364
Savings Banks	8	210	8	207
Private Banks	5	5	5	3
Trust Companies	5	0	5	0
Total	152	1,476	152	1,644

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** October 11, 1984

Harrisburg - Secretary of Banking Ben McEnteer has informed the managing officers of all Pennsylvania foreign banking offices that after careful review of the Banking Code, the Pennsylvania Department of Banking has determined that the authorization of multiple offices is permitted.

This action was prompted by a proposal of Barclays Bank International, Limited, a bank headquartered in the United Kingdom, and having an office in Pittsburgh, to establish a second office to be located in Philadelphia. The proposal from Barclays was the first of its kind received by the Department of Banking.

In determining permissible locations, the foreign bank's initial office will be considered the equivalent of a principal place of business of a state-chartered bank.

As none of the parent banking organizations have designated Pennsylvania as a "home" state under the provisions of the International Banking Act of 1978, the scope of operation of a subsequent office established in Pennsylvania can be either that of a "Representative Office" or a "Limited Branch" as agreed with the Federal Reserve Board, at a location consistent with the branching provisions of the Banking Code.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
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333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Thursday, December 20, 1984

Secretary of Banking Ben McEnteer today released the consolidated report of condition of Pennsylvania state-chartered banking institutions as of September 30, 1984.

As of September 30, 1984, total resources of Pennsylvania's state-chartered banks were approximately $50,397 million, which reflected a decrease of $7,458 million, down 12.9 percent from September 30, 1983. Decreases of $4,698 million or 9.8 percent in total deposits and $549 million or 14.2 percent in total capital accounts were also recorded for the same 12-month period.

During the first nine months of 1984, seven state-chartered banks with combined total assets of approximately $11,570 million and total deposits of $7,928 million converted to federally-chartered banks. Those converting included three banks which switched charters for specific purposes and four state-chartered banks that were acquired by Mellon Bank Corporation (formerly Mellon National Corporation) which converted their charters from state to national. Although the decreases were partially offset by increases resulting from the conversions and mergers of six national banks to and with state-chartered banks, as well as the chartering of two new banks, the net result reflected losses to the State system in total resources, deposits and capital accounts for the 12-month period. The net losses in total resources indicate that a growth of 6.5 percent would have been realized had the Department not suffered the loss of the seven institutions from its supervision.

Total resources of all state-chartered banking institutions (including banks, bank and trust companies, savings banks, private banks and trust companies) are distributed as follows: Loans and Discounts (including Federal Funds Sold) - 59.0 percent; Securities - 29.4 percent; Cash and Due From Banks - 6.8 percent; and All Other Assets - 4.8 percent. The percentage distribution indicates an increase in the share of loans and discounts to total assets by 12 percent, up from 52.7 percent at the end of September, 1983. The share of total interest-bearing deposits increased by nearly 5 percent to 75.9 percent. Investments in securities showed a decrease of 5 percent to 29.4 percent. The ratio of total capital accounts to total deposits is 7.7 percent. The loan-to-deposit ratio is 69.1 percent. The ratio of total capital accounts to total assets is 6.6 percent.

For comparison purposes, similar statistics are provided for all state-chartered commercial banks (banks and bank and trust companies only) as follows: Distribution of total resources: Loans and Discounts (including Federal Funds Sold) - 60.6 percent; Securities - 27.1 percent; Cash and Due From Banks - 9.0 percent; and All Other Assets - 3.3 percent. The ratio of total capital accounts to total deposits is 7.7 percent. The loan-to-deposit ratio is 70.5 percent. The ratio of total capital to total resources is 6.6 percent.

During this period, the number of branches decreased by 14 percent, from 1,615 to 1,382, and banking offices totaled 1,531. Automated teller machines decreased by 43 for the 12-month period to a total of 106. The decreases in branch offices and automated teller machines were due to the conversion activities indicated above.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

COMPARATIVE STATEMENT OF CONDITION

September 30, 1984 and 1983

(Dollar Figures in Thousands)

The following is a comparative statement of condition of Pennsylvania state-chartered banks, bank and trust companies, savings banks, private banks, and trust companies. Also presented are the total trust assets for trust departments of state institutions authorized to do a fiduciary business under the supervision of this Department.

RESOURCES	09-30-84	Percent of Total	09-30-83	Percent of Total	Increase (Decrease)	Percent Increase (Decrease)
Cash & Balances Due From Depositories	$ 3,445,091	6.8%	$ 4,265,112	7.4%	($ 820,021)	(19.2%)
Securities	14,823,576	29.4%	17,955,069	31.0%	(3,131,493)	(17.4%)
Federal Funds Sold	1,339,139	2.7%	1,721,613	3.0%	(382,474)	(22.2%)
Loans & Discounts	28,400,377	56.3%	28,808,807	49.7%	(408,430)	(1.4%)
Premises & Fixed Assets	483,981	1.0%	554,949	1.0%	(70,968)	(12.8%)
Other Real Estate	75,735	0.2%	101,997	0.2%	(26,262)	(25.7%)
Other Assets	1,828,937	3.6%	4,446,893	7.7%	(2,617,956)	(58.9%)
Total Resources	$50,396,836	100.0%	$57,854,440	100.0%	($7,457,604)	(12.9%)
LIABILITIES						
Noninterest Bearing Deposits	$ 4,786,695	9.5%	$ 5,827,542	10.1%	($1,040,847)	(17.9%)
Interest Bearing Deposits	38,244,977	75.9%	41,902,114	72.4%	(3,657,137)	(8.7%)
Federal Funds Purchased	2,033,522	4.0%	3,588,366	6.2%	(1,554,844)	(43.3%)
Borrowed Money	1,240,536	2.5%	1,313,315	2.3%	(72,779)	(5.5%)
Other Liabilities	780,922	1.5%	1,363,863	2.3%	(582,941)	(42.7%)
Total Liabilities	$47,086,652	93.4%	$53,995,200	93.3%	($6,908,548)	(12.8%)
CAPITAL ACCOUNTS						
Perpetual Preferred Stock	$ 411	0.0%	$ 44,145	0.1%	($ 43,734)	(99.1%)
Common Stock	359,411	0.7%	397,700	0.7%	(38,289)	(9.6%)
Net Worth of Private Banks	16,905	0.1%	14,730	0.1%	2,175	14.8%
Surplus	1,763,518	3.5%	2,261,763	3.9%	(498,245)	(22.0%)
Undivided Profits & Capital Reserves	1,169,939	2.3%	1,140,902	1.9%	29,037	2.5%
Total Capital Accts	$ 3,310,184	6.6%	$ 3,859,240	6.7%	($ 549,056)	(14.2%)
Total Liabilities & Capital Accounts	$50,396,836	100.0%	$57,854,440	100.0%	($7,457,604)	(12.9%)
RESOURCES (By Type of Institution)						
Banks	$ 2,379,371	4.7%	$ 2,202,551	3.8%	$ 176,820	8.0%
Bank and Trusts	31,319,778	62.1%	38,882,374	67.2%	($7,562,596)	(19.4%)
Savings Banks	16,479,327	32.7%	16,591,245	28.6%	(111,918)	(0.7%)
Private Banks	198,030	0.4%	160,011	0.3%	38,019	23.8%
Trust Companies	20,330	0.1%	18,259	0.1%	2,071	11.3%
Total Resources	$50,396,836	100.0%	$57,854,440	100.0%	($7,457,604)	(12.9%)
TRUST ASSETS	$19,260,172		$27,549,530		($8,289,358)	(30.1%)
TOTAL DEPOSITS	$43,031,672		$47,729,656		($4,697,984)	(9.8%)

NUMBER OF INSTITUTIONS AND BRANCH OFFICES	Institutions	Operating Branch Offices	Institutions	Operating Branch Offices
Banks	44	72	46	68
Bank and Trusts	89	1,117	94	1,330
Savings Banks	7	188	8	214
Private Banks	5	5	5	3
Trust Companies	4	0	5	0
Total	149	1,382	158	1,615

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE 1/85

HARRISBURG - Mr. Robert F. Joyce, an examiner with the Pennsylvania Department of Banking, Banking Bureau, recently was awarded the 1984 Sustained Superior Performance Award at an Employe Recognition Program held in Harrisburg.

Secretary of Banking Ben McEnteer presented Joyce with the award for "consistently exceptional achievement in job performance."

Joyce, who has been with the Department of Banking for five years, resides with his wife, Joyce Ann, and their family, in Reading, PA.

READING EAGLE

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE 1\85

HARRISBURG - Mr. Edward C. Kasper, a bank examiner with ten years service in the Pennsylvania Department of Banking, Banking Bureau, recently was awarded the 1984 Special Achievement Award during the Department's Employes Recognition Program held in Harrisburg.

Secretary of Banking Ben McEnteer presented Kasper with the award which was given for "diligence and integrity beyond normal expectations in the process of the execution of duties as a bank examiner."

Kasper and his wife, Kathleen, reside with their family in Pottsville, PA.

POTTSVILLE REPUBLICAN

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE 1/85

HARRISBURG - Ms. Dorothy M. Swanson, an employe with 43 years service in the Consumer Credit Bureau of the Pennsylvania Department of Banking, recently was awarded the 1984 Secretary's Award for Distinguished Community Service.

Secretary of Banking Ben McEnteer presented Ms. Swanson with the award at an Employes Recognition Program held in Harrisburg. Ms. Swanson was recognized for her contribution to the community through her activities in the Harrisburg Charter Chapter of the American Business Woman's Association, which in 1984 selected her as their 1984 Woman of the Year and cited her for twenty years perfect attendance at Chapter meetings.

Ms. Swanson, a native of Dagus Mines in Elk County, now resides in Harrisburg.

THE DAILY PRESS
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RIDGWAY RECORD
RIDGWAY, PA

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE 1\85

HARRISBURG - Mr. Joseph R. Rufo, bank examination administrator for the Pennsylvania Department of Banking, Banking Bureau, was recently awarded the 1984 Secretary's Award for Supervisory Excellence.

Secretary of Banking Ben McEnteer presented Rufo with this award for "consistent, professional and insightful supervision" at an Employes Recognition Program held in Harrisburg, PA. Mr. Rufo was also cited for having achieved his 25th service anniversary with the Department.

Rufo and his wife, Sally, reside with their family in Havertown, PA.

HAVERTOWN LEADER

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665 - Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Secretary of Banking Ben McEnteer has announced the appointment of Ms. R. Jennifer Wang to the position of Banking Research Specialist in the Banking Bureau of the Department of Banking. She replaces Joseph J. Dickerson who retired earlier this year.

Ms. Wang comes to the Department of Banking after a ten-year association with Gilbert Associates, Inc., Reading, Pennsylvania, where she served as a management consultant to utility companies.

A native of Taiwan, Wang has a bachelor's degree in business administration from National Taiwan University and an MBA from the Pennsylvania State University. Her responsibilities will include performing macro and micro economic research, maintaining and analyzing banking institutions' reports of condition and income, and preparing statistical reports for various publications.

Formerly of Wyomissing, Wang now makes her home in Harrisburg.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** Immediate

BANKING DEPARTMENT HAS TOLL-FREE NUMBER FOR CONSUMER COMPLAINTS

Harrisburg--Secretary of Banking Ben McEnteer announced today that the Pennsylvania State Banking Department has installed a toll-free number (1-800-PA Banks) to handle consumer complaints. The toll-free number is available between 8:30 a.m. and 4:30 p.m., Monday through Friday. Calls to the "800" number of the Banking Department can be made from anywhere within Pennsylvania. Secretary McEnteer noted that this toll-free line will be answered in the Department's Consumer Affairs Office.

"If the caller has a complaint against a financial institution which we supervise or regulate, such as a state-chartered commercial bank, savings bank, credit union, savings and loan association, consumer discount company, etc., they should use this toll-free line to contact the Department of Banking," he said.

The toll-free number should only be used by those people who are having problems with their financial institution, and not by those requesting general information. The general banking information number into the Department will continue to be 717/787-2665.

"We are pleased to be able to provide this new toll-free telephone number for use by the consumer in their effort to resolve any problems they may have encountered with their financial institution," Secretary McEnteer said. "It is just one more step in our effort to better serve the consumer."

STATE LIBRARY OF PENNSYLVANIA

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MAY 02 1985

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Friday, April 26, 1985

Secretary of Banking Ben McEnteer today released the financial position and operating results of all Pennsylvania state-chartered banking institutions, which include banks, bank and trust companies, savings banks, private banks, trust companies, and foreign bank offices for the year ended December 31, 1984. Attached with this release are the comparative consolidated report of condition as of December 31, 1984 and 1983; comparative consolidated report of income for years 1984 and 1983; asset mix by type of institution as of December 31, 1984; pertinent analysis and operating ratios by institution group; and market structure of major components of reports of condition and income by group of institutions.

The Pennsylvania economy grew steadily in 1984 in most areas of the Commonwealth, although at a lower rate than in the nation as a whole. Declining interest rates and the improved economy had a positive effect on the Pennsylvania banking industry, leading to strong loan growth and improved earnings. Significantly, Pennsylvania state-chartered banks did not experience the negative effects the troubled agricultural economy produced for some banks in other major agricultural states.

Total assets of state-chartered institutions totaled about $52 billion at the end of 1984. This represented a decrease of about $7 billion or 11.6 percent from last year. Decreases of $5 billion in total deposits and $477 million in equity capital were also reported in 1984. These aggregate figures reflect the loss of several relatively large banks to the federal system due to bank holding company acquisitions and subsequent charter conversions. The 132 state-chartered commercial banks reported assets of about $35 billion, a 17 percent reduction from the 1983 figure attributable to charter conversions. Savings banks showed a slight increase of 1.4 percent in assets to $17 billion at the end of the year, although one savings bank converted to the federal system. Private banks had assets of $190 million, an increase of 20 percent. Assets of the trust companies increased by 10.5 percent to $20 million. Total assets of the nine foreign bank offices were $831 million, an increase of $14 million.

Earnings for all state-chartered banks at the end of 1984 showed substantial increases over 1983. Net income totaled about $338 million, which was an increase of over $60 million or 21.7 percent when compared to 1983. The decline of interest rates was a key factor in boosting earnings for most state-chartered banks. Returns on assets and equity capital showed remarkable increases for commercial banks in 1984. The state's seven savings banks had a significant increase in earnings, reporting nearly $57 million for 1984, which was the first profitable year for those banks as a whole since 1980. This compares to losses of about $14 million in 1983 and $115 million in 1982 for savings banks.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

During 1984, the Department chartered one new bank and one new trust company. Two national banks converted to state charters and four national banks merged into state banks. Eight state-chartered banks with assets of approximately $12 billion were converted to federal charters in 1984, including four institutions which were acquired by Mellon Bank Corporation.

The Department had 149 banking institutions under its supervision at the end of 1984, which operated 1,409 branch offices, 203 of which were opened in 1984, including 168 remote service facilities. Making up this total were 44 commercial banks with 74 branch offices, 88 bank and trust companies with 1,134 branch offices, seven savings banks with 187 branch offices, five private banks with five branch offices, and five trust companies. Nine foreign bank offices were located in Pennsylvania, including a recently established representative office of Barclays Bank International in Philadelphia. The number of bank holding companies increased to 90 at the end of 1984. Nineteen of these were multi-bank holding companies which controlled 50 banks. This compares to less than 50 bank holding companies prior to the enactment of the "expanded banking" legislation in 1982.

Attention is directed to the attached fives table for additional information.

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TABLE I

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

DECEMBER 31, 1984 AND 1983

(Dollar Figures in Thousands)

	1984		1983		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
ASSETS						
Cash & Balances Due From Depositories	3,899,371	7.4	4,806,524	8.1	(907,153)	(18.9)
Securities	15,213,842	29.0	18,115,766	30.5	(2,901,924)	(16.0)
Federal Funds Sold	1,125,922	2.1	1,805,118	3.1	(679,196)	(37.6)
Loans and Leases	29,608,425	56.4	29,502,553	49.7	105,872	0.4
Premises & Fixed Assets	507,887	1.0	582,401	1.0	(74,514)	(12.8)
Other Real Estate	78,303	0.2	100,062	0.2	(21,759)	(21.7)
Other Assets	2,020,071	3.9	4,396,911	7.4	(2,376,840)	(54.1)
Total Assets	52,453,821	100.0	59,309,335	100.0	(6,855,514)	(11.6)
LIABILITIES						
Noninterest-Bearing Deposits	5,263,282	10.0	6,606,723	11.1	(1,343,441)	(20.3)
Interest-Bearing Deposits	39,356,857	75.0	42,982,476	72.5	(3,625,619)	(8.4)
Total Deposits	44,620,139	85.0	49,589,199	83.6	(4,969,060)	(10.0)
Federal Funds Purchased	2,194,157	4.2	3,399,017	5.7	(1,204,860)	(35.4)
Borrowed Money	1,485,528	2.9	1,220,749	2.1	264,779	21.7
Other Liabilities	788,325	1.5	1,258,135	2.1	(469,810)	(37.3)
Total Liabilities	49,088,149	93.6	55,467,100	93.5	(6,378,951)	(11.5)
EQUITY CAPITAL						
Perpetual Preferred Stock	411	--	44,199	0.1	(43,788)	(99.1)
Common Stock	348,243	0.7	400,665	0.7	(52,422)	(13.1)
Surplus (Incl. Net Worth of Private Banks)	1,806,018	3.4	2,291,483	3.9	(485,465)	(21.2)
Undivided Profits & Capital Reserves	1,211,000	2.3	1,105,888	1.8	105,112	9.5
Total Equity Capital	3,365,672	6.4	3,842,235	6.5	(476,563)	(12.4)
Total Liabilities and Equity Capital	52,453,821	100.0	59,309,335	100.0	(6,855,514)	(11.6)
INDIVIDUAL TRUST FUNDS	14,260,948		27,957,375		(13,696,427)	(48.9)

TABLE II

PENNSYLVANIA DEPARTMENT OF BANKING
COMPARATIVE CONSOLIDATED REPORT OF INCOME
FOR YEARS ENDED DECEMBER 31, 1984 AND 1983

(Dollar Amounts in Thousands)

		1984	1983	Increase (Decrease)
1.	Interest Income	5,118,642	5,375,364	(256,722)
2.	Interest Expense	3,772,665	4,097,977	(325,312)
3.	Net Interest Income	1,345,977	1,277,387	68,890
4.	Noninterest Income	415,549	590,782	(175,233)
5.	Noninterest Expense	1,290,368	1,461,019	(170,651)
6.	Provision for Loan Losses	135,598	176,387	(40,789)
7.	Net Operating Income	335,560	230,763	104,797
8.	Income Taxes	15,869	(23,509)	39,378
9.	Gains (Losses) on Securities	(5,998)	(12,983)	6,985
10.	Extraordinary Items/ Other Adjustments	24,172	36,269	(12,097)
11.	Net Income	337,865	277,558	60,307

TABLE III

PENNSYLVANIA DEPARTMENT OF BANKING

PERCENTAGE DISTRIBUTION OF ASSETS

BY TYPE OF INSTITUTION

AS OF DECEMBER 31, 1984

	Commercial Banks By Asset Size								
	With Foreign Offices	> $300 Million	> $100 Million But < $300 Million	< $100 Million	Total	Savings Banks	Other Banks*	Total State Banks 1984	Total State Banks 1983
1. Cash Assets	11.4	10.1	7.8	10.0	10.0	2.3	6.0	7.4	8.1
2. Securities	22.0	26.4	29.6	33.6	26.8	33.5	16.5	29.0	30.5
3. Federal Funds Sold	4.1	1.4	4.1	5.1	2.8	0.8	8.1	2.1	3.1
4. Loans and Leases	58.7	58.9	55.4	48.2	57.0	55.2	63.0	56.4	49.7
5. Premises and Fixed Assets	1.0	1.2	1.4	1.3	1.2	0.5	1.8	1.0	1.0
6. Other Real Estate	0.4	0.1	0.1	0.1	0.2	-	0.2	0.2	0.2
7. Other Assets	2.4	1.9	1.6	1.7	2.0	7.7	4.4	3.9	7.4
8. Total Assets	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

* Include 5 private banks and 5 trust companies.

TABLE IV

PENNSYLVANIA DEPARTMENT OF BANKING

PERTINENT ANALYSIS AND OPERATING RATIOS

BY TYPE OF INSTITUTION

FOR THE YEAR 1984

		Commercial Banks By Asset Size									
		With Foreign Offices	> $300 Million	> $100 Million But < $300 Million	< $100 Million	Total 1984	Total 1983	Savings Banks	Other[a] Banks	Total State Banks 1984	Total State Banks 1983
1.	Total Equity Capital to Total Assets	4.7	6.3	8.0	9.1	6.6	6.6	6.0	17.5	6.4	6.5
2.	Total Equity Capital to Total Assets Excluding Liquid Assets (Cash & Securities)	7.0	9.9	12.8	16.1	10.4	10.8	9.3	22.6	10.1	10.6
3.	Noninterest-Bearing Deposits to Total Deposits	19.4	15.9	15.6	13.9	16.3	NA	2.2	19.8	11.8	NA
4.	Interest-Bearing Deposits to Total Deposits	80.6	84.1	84.4	86.1	83.7	NA	97.8	80.2	88.2	NA
5.	Total Loans to Total Deposits	69.4	68.3	62.8	55.4	66.8	59.3	66.8	82.9	66.9	59.8
6.	Loan Loss Reserve to Total Loans	1.5	1.1	1.0	1.0	1.2	1.4	0.3	0.7	0.9	1.0
7.	Net Operating Income to Total Assets	(0.1)	1.0	1.1	1.2	0.8	0.6	0.3	4.6	0.6	0.4
8.	Net Income to Total Assets	0.1	1.0	1.1	1.1	0.8	0.7	0.3	3.7	0.6	0.5
9.	Net Income to Total Equity Capital	1.0	14.4	13.8	11.7	11.9	1.0	5.5	21.1	10.0	7.2
10.	Dividends to Net Income	54.7[b]	65.4	36.2	35.9	62.4	47.9	NA	21.5	50.9	49.7
11.	Dividends to Total Equity Capital	5.1[b]	9.4	5.0	4.2	7.4	4.9	NA	4.5	5.1	3.6
12.	Yield on Loans to Total Loans	14.5	12.4	12.6	13.5	12.9	14.1	10.3	14.1	12.1	12.9
13.	Average Interest Rate on Interest-Bearing Deposits	9.6	8.5	8.4	7.6	8.6	9.3	9.6	8.3	8.9	9.3
14.	Yield (Interest and Dividends) on Total Securities	9.3	10.0	9.8	9.8	9.8	9.1	9.8	9.3	9.8	8.6
15.	Loan Losses to Total Loans	1.6	0.4	0.3	0.4	0.6	0.8	0.1	0.3	0.5	0.6
16.	Loan Losses to Loss Reserve	103.4	36.3	28.8	39.3	53.8	60.2	30.5	35.4	51.1	60.5

(a) Includes 5 private banks and 5 trust companies.

(b) Excluding Equibank which reported losses of $26 million.

TABLE V

PENNSYLVANIA DEPARTMENT OF BANKING

MARKET SHARE ANALYSIS BY TYPE OF INSTITUTION

FOR THE YEAR 1984

(In Percentage)

	Balance Sheet Components					Income Statement Components					
Type of Institution	Total Assets	Total Loans	Net Loans	Total Deposits	Total Equity Capital	Interest Income	Interest Expense	Noninterest Income	Noninterest Expense	Loan Loss Reserve	Net Income
Commercial Banks											
With Foreign Offices	13.3	13.9	13.9	13.3	9.7	14.6	13.6	18.9	19.5	23.9	0.9
Assets > $300 Million	35.2	36.8	36.7	35.6	34.6	36.3	33.0	29.0	39.5	46.0	49.7
Assets > $100 Million But < $300 Million	10.1	9.9	9.8	10.4	12.5	10.2	9.0	6.8	11.3	10.9	17.2
Assets < $100 Million	7.9	6.8	6.8	8.2	11.2	8.0	7.0	4.2	8.2	7.3	13.1
Total	66.5	67.4	67.2	67.5	68.0	69.1	62.6	58.9	78.5	88.1	80.9
Savings Banks	33.0	32.2	32.4	32.1	30.9	30.4	37.1	37.8	20.2	11.5	16.8
Private Banks	0.4	0.4	0.4	0.4	0.5	0.4	0.3	0.6	0.5	0.4	1.4
Trust Companies	0.1	-	-	-	0.6	0.1	-	2.7	0.8	-	0.9
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Friday, April 26, 1985

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Total assets of state-chartered institutions totaled about $52 billion at the end of 1984. This represented a decrease of about $7 billion or 11.6 percent from last year. Decreases of $5 billion in total deposits and $477 million in equity capital were also reported in 1984. These aggregate figures reflect the loss of several relatively large banks to the federal system due to bank holding company acquisitions and subsequent charter conversions. The 132 state-chartered commercial banks reported assets of about $35 billion, a 17 percent reduction from the 1983 figure attributable to charter conversions. Savings banks showed a slight increase of 1.4 percent in assets to $17 billion at the end of the year, although one savings bank converted to the federal system. Private banks had assets of $190 million, an increase of 20 percent. Assets of the trust companies increased by 10.5 percent to $20 million. Total assets of the nine foreign bank offices were $831 million, an increase of $14 million.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

During 1984, the Department chartered one new bank and one new trust company. Two national banks converted to state charters and four national banks merged into state banks. Eight state-chartered banks with assets of approximately $12 billion were converted to federal charters in 1984, including four institutions which were acquired by Mellon Bank Corporation.

The Department had 149 banking institutions under its supervision at the end of 1984, which operated 1,409 branch offices, 203 of which were opened in 1984, including 168 remote service facilities. Making up this total were 44 commercial banks with 74 branch offices, 88 bank and trust companies with 1,134 branch offices, seven savings banks with 187 branch offices, five private banks with five branch offices, and five trust companies. Nine foreign bank offices were located in Pennsylvania, including a recently established representative office of Barclays Bank International in Philadelphia. The number of bank holding companies increased to 90 at the end of 1984. Nineteen of these were multi-bank holding companies which controlled 50 banks. This compares to less than 50 bank holding companies prior to the enactment of the "expanded banking" legislation in 1982.

Attention is directed to the attached fives table for additional information.

##

TABLE I

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

DECEMBER 31, 1984 AND 1983

(Dollar Figures in Thousands)

	1984		1983		Increase (Decrease)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
ASSETS						
Cash & Balances Due From Depositories	3,899,371	7.4	4,806,524	8.1	(907,153)	(18.9)
Securities	15,213,842	29.0	18,115,766	30.5	(2,901,924)	(16.0)
Federal Funds Sold	1,125,922	2.1	1,805,118	3.1	(679,196)	(37.6)
Loans and Leases	29,608,425	56.4	29,502,553	49.7	105,872	0.4
Premises & Fixed Assets	507,887	1.0	582,401	1.0	(74,514)	(12.8)
Other Real Estate	78,303	0.2	100,062	0.2	(21,759)	(21.7)
Other Assets	2,020,071	3.9	4,396,911	7.4	(2,376,840)	(54.1)
Total Assets	52,453,821	100.0	59,309,335	100.0	(6,855,514)	(11.6)
LIABILITIES						
Noninterest-Bearing Deposits	5,263,282	10.0	6,606,723	11.1	(1,343,441)	(20.3)
Interest-Bearing Deposits	39,356,857	75.0	42,982,476	72.5	(3,625,619)	(8.4)
Total Deposits	44,620,139	85.0	49,589,199	83.6	(4,969,060)	(10.0)
Federal Funds Purchased	2,194,157	4.2	3,399,017	5.7	(1,204,860)	(35.4)
Borrowed Money	1,485,528	2.9	1,220,749	2.1	264,779	21.7
Other Liabilities	788,325	1.5	1,258,135	2.1	(469,810)	(37.3)
Total Liabilities	49,088,149	93.6	55,467,100	93.5	(6,378,951)	(11.5)
EQUITY CAPITAL						
Perpetual Preferred Stock	411	--	44,199	0.1	(43,788)	(99.1)
Common Stock	348,243	0.7	400,665	0.7	(52,422)	(13.1)
Surplus (Incl. Net Worth of Private Banks)	1,806,018	3.4	2,291,483	3.9	(485,465)	(21.2)
Undivided Profits & Capital Reserves	1,211,000	2.3	1,105,888	1.8	105,112	9.5
Total Equity Capital	3,365,672	6.4	3,842,235	6.5	(476,563)	(12.4)
Total Liabilities and Equity Capital	52,453,821	100.0	59,309,335	100.0	(6,855,514)	(11.6)
INDIVIDUAL TRUST FUNDS	14,260,948		27,957,375		(13,696,427)	(48.9)

TABLE II

PENNSYLVANIA DEPARTMENT OF BANKING
COMPARATIVE CONSOLIDATED REPORT OF INCOME
FOR YEARS ENDED DECEMBER 31, 1984 AND 1983

(Dollar Amounts in Thousands)

		1984	1983	Increase (Decrease)
1.	Interest Income	5,118,642	5,375,364	(256,722)
2.	Interest Expense	3,772,665	4,097,977	(325,312)
3.	Net Interest Income	1,345,977	1,277,387	68,890
4.	Noninterest Income	415,549	590,782	(175,233)
5.	Noninterest Expense	1,290,368	1,461,019	(170,651)
6.	Provision for Loan Losses	135,598	176,387	(40,789)
7.	Net Operating Income	335,560	230,763	104,797
8.	Income Taxes	15,869	(23,509)	39,378
9.	Gains (Losses) on Securities	(5,998)	(12,983)	6,985
10.	Extraordinary Items/ Other Adjustments	24,172	36,269	(12,097)
11.	Net Income	337,865	277,558	60,307

TABLE III

PENNSYLVANIA DEPARTMENT OF BANKING

PERCENTAGE DISTRIBUTION OF ASSETS

BY TYPE OF INSTITUTION

AS OF DECEMBER 31, 1984

	Commercial Banks By Asset Size								
	With Foreign Offices	> $300 Million	> $100 Million But < $300 Million	< $100 Million	Total	Savings Banks	Other Banks*	Total State Banks 1984	Total State Banks 1983
1. Cash Assets	11.4	10.1	7.8	10.0	10.0	2.3	6.0	7.4	8.1
2. Securities	22.0	26.4	29.6	33.6	26.8	33.5	16.5	29.0	30.5
3. Federal Funds Sold	4.1	1.4	4.1	5.1	2.8	0.8	8.1	2.1	3.1
4. Loans and Leases	58.7	58.9	55.4	48.2	57.0	55.2	63.0	56.4	49.7
5. Premises and Fixed Assets	1.0	1.2	1.4	1.3	1.2	0.5	1.8	1.0	1.0
6. Other Real Estate	0.4	0.1	0.1	0.1	0.2	-	0.2	0.2	0.2
7. Other Assets	2.4	1.9	1.6	1.7	2.0	7.7	4.4	3.9	7.4
8. Total Assets	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

* Include 5 private banks and 5 trust companies.

TABLE IV

PENNSYLVANIA DEPARTMENT OF BANKING

PERTINENT ANALYSIS AND OPERATING RATIOS

BY TYPE OF INSTITUTION

FOR THE YEAR 1984

		Commercial Banks By Asset Size									
		With Foreign Offices	> $300 Million	> $100 Million But < $300 Million	< $100 Million	Total 1984	Total 1983	Savings Banks	Other[a] Banks	Total State Banks 1984	Total State Banks 1983
1.	Total Equity Capital to Total Assets	4.7	6.3	8.0	9.1	6.6	6.6	6.0	17.5	6.4	6.5
2.	Total Equity Capital to Total Assets Excluding Liquid Assets (Cash & Securities)	7.0	9.9	12.8	16.1	10.4	10.8	9.3	22.6	10.1	10.6
3.	Noninterest-Bearing Deposits to Total Deposits	19.4	15.9	15.6	13.9	16.3	NA	2.2	19.8	11.8	NA
4.	Interest-Bearing Deposits to Total Deposits	80.6	84.1	84.4	86.1	83.7	NA	97.8	80.2	88.2	NA
5.	Total Loans to Total Deposits	69.4	68.3	62.8	55.4	66.8	59.3	66.8	82.9	66.9	59.8
6.	Loan Loss Reserve to Total Loans	1.5	1.1	1.0	1.0	1.2	1.4	0.3	0.7	0.9	1.0
7.	Net Operating Income to Total Assets	(0.1)	1.0	1.1	1.2	0.8	0.6	0.3	4.6	0.6	0.4
8.	Net Income to Total Assets	0.1	1.0	1.1	1.1	0.8	0.7	0.3	3.7	0.6	0.5
9.	Net Income to Total Equity Capital	1.0	14.4	13.8	11.7	11.9	1.0	5.5	21.1	10.0	7.2
10.	Dividends to Net Income	54.7[b]	65.4	36.2	35.9	62.4	47.9	NA	21.5	50.9	49.7
11.	Dividends to Total Equity Capital	5.1[b]	9.4	5.0	4.2	7.4	4.9	NA	4.5	5.1	3.6
12.	Yield on Loans to Total Loans	14.5	12.4	12.6	13.5	12.9	14.1	10.3	14.1	12.1	12.9
13.	Average Interest Rate on Interest-Bearing Deposits	9.6	8.5	8.4	7.6	8.6	9.3	9.6	8.3	8.9	9.3
14.	Yield (Interest and Dividends) on Total Securities	9.3	10.0	9.8	9.8	9.8	9.1	9.8	9.3	9.8	8.6
15.	Loan Losses to Total Loans	1.6	0.4	0.3	0.4	0.6	0.8	0.1	0.3	0.5	0.6
16.	Loan Losses to Loss Reserve	103.4	36.3	28.8	39.3	53.8	60.2	30.5	35.4	51.1	60.5

(a) Includes 5 private banks and 5 trust companies.

(b) Excluding Equibank which reported losses of $26 million.

TABLE V

PENNSYLVANIA DEPARTMENT OF BANKING

MARKET SHARE ANALYSIS BY TYPE OF INSTITUTION

FOR THE YEAR 1984

(In Percentage)

	Balance Sheet Components					Income Statement Components					
Type of Institution	Total Assets	Total Loans	Net Loans	Total Deposits	Total Equity Capital	Interest Income	Interest Expense	Noninterest Income	Noninterest Expense	Loan Loss Reserve	Net Income
Commercial Banks											
With Foreign Offices	13.3	13.9	13.9	13.3	9.7	14.6	13.6	18.9	19.5	23.9	0.9
Assets > $300 Million	35.2	36.8	36.7	35.6	34.6	36.3	33.0	29.0	39.5	46.0	49.7
Assets > $100 Million But < $300 Million	10.1	9.9	9.8	10.4	12.5	10.2	9.0	6.8	11.3	10.9	17.2
Assets < $100 Million	7.9	6.8	6.8	8.2	11.2	8.0	7.0	4.2	8.2	7.3	13.1
Total	66.5	67.4	67.2	67.5	68.0	69.1	62.6	58.9	78.5	88.1	80.9
Savings Banks	33.0	32.2	32.4	32.1	30.9	30.4	37.1	37.8	20.2	11.5	16.8
Private Banks	0.4	0.4	0.4	0.4	0.5	0.4	0.3	0.6	0.5	0.4	1.4
Trust Companies	0.1	-	-	-	0.6	0.1	-	2.7	0.8	-	0.9
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

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JUN 14 1985

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Wednesday, June 12, 1985

Secretary of Banking Ben McEnteer today released the consolidated report of condition of all Pennsylvania state-chartered banking institutions, which included 44 banks, 89 bank and trust companies, six savings banks, five private banks, six trust companies, and nine foreign bank offices, as of March 31, 1985. The consolidated reports of condition as of December 31, 1984 and March 31, 1984 are included in Table I for comparison purposes. Table II displays the consolidated balance sheet by type of institution as of March 31, 1985. Total individual trust funds held by state institutions authorized to do fiduciary business under the Department's supervision are also presented on the bottom of Table I.

Total assets of state-chartered banking institutions were approximately $53.5 billion, a decrease of $7.8 billion or 12.7 percent from the same quarter last year. Decreases of $6.3 billion in total deposits and $747 million in equity capital were also reported for the same 12-month period. The decreases reflect the loss of several relatively large commercial banks to the federal system due to charter conversions resulting from bank holding company acquisitionsduring 1984. The 133 commercial banks reported total assets of about $35 billion, a decrease of $7.9 billion from March 31, 1984. All other types of institutions continued to show steady growth for the 12-month period. Total assets of the six savings banks were $17.5 billion, reflecting $17 million increase from March 31, 1984. The five private banks had assets of $209 million, which was an increase of $39 million. The six trust companies reported $22 million in total assets, reflecting a growth of $3 million. The nine foreign bank offices in Pennsylvania had combined assets of about $814 million, which represented an increase of $56 million from 12 months ago.

Assets of all state-chartered institutions reflected an increase of about $200 million for the 3-month period since December 31, 1984. The total increase consisted of $58 million from all commercial banks, $138 million from the savings banks (although one savings bank converted to the federal system), $19 million from the private banks, and $2 million from the trust companies.

The first quarter earnings, reported by all state-chartered institutions for the first time, totaled about $109 million. Net income of the commercial banks was $90.5 million. The six savings banks reported net income of nearly $17 million. Private banks and trust companies reported net income of $2 million.

During the year's first quarter, the Department chartered two new trust companies. One national bank converted to a state charter, and one national bank merged into a state bank. One of the State's savings banks switched to a national charter. Table III lists the total number of institutions, by type of institution, and their branch offices as of March 31, 1985, December 31, 1984, and March 31, 1984.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

TABLE I

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

March 31, 1985, December 31 and March 31, 1984

(Dollar Amounts in Thousands)

	March 31, 1985		December 31, 1984		March 31, 1984	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total
ASSETS						
Cash & Balances Due From Depositories	$ 3,601,420	6.7	$ 3,924,920	7.4	$ 6,322,461	10.3
Securities	14,985,992	28.0	15,216,636	28.6	16,547,403	27.0
Federal Funds Sold	1,025,295	1.9	1,125,922	2.1	2,067,451	3.4
Loans and Leases	31,245,974	58.4	30,394,175	57.0	33,259,200	54.3
Premises and Fixed Assets	526,711	1.0	507,887	1.0	599,167	0.9
Other Real Estate	80,019	0.2	78,303	0.1	110,721	0.2
Other Assets	2,019,446	3.8	2,036,697	3.8	2,384,777	3.9
Total Assets	$53,484,857	100.0	$53,284,540	100.0	$61,291,180	100.0
LIABILITIES						
Noninterest-Bearing Deposits	$ 4,803,431	9.0	$ 5,298,236	10.0	$ 6,124,733	10.0
Interest-Bearing Deposits	39,752,138	74.3	39,502,521	74.1	44,772,886	73.0
Total Deposits	44,555,569	83.3	44,800,757	84.1	50,897,619	83.0
Federal Funds Purchased	2,551,982	4.8	2,194,157	4.1	3,277,504	5.4
Borrowed Money	2,097,565	3.9	2,115,197	4.0	1,602,120	2.6
Other Liabilities	824,120	1.5	801,991	1.5	1,310,859	2.1
Total Liabilities	$50,029,236	93.5	$49,912,102	93.7	$57,088,102	93.1
EQUITY CAPITAL						
Perpetual Preferred Stock	$ 3,958	--	$ 411	--	$ 290,997	0.5
Common Stock	350,841	0.7	348,243	0.7	441,208	0.7
Surplus	1,815,418	3.4	1,806,018	3.3	2,108,432	3.5
Undivided Profits & Capital Reserves	1,285,404	2.4	1,217,766	2.3	1,362,441	2.2
Total Equity Capital	$ 3,455,621	6.5	$ 3,372,438	6.3	$ 4,203,078	6.9
Total Liabilities and Equity Capital	$53,484,857	100.0	$53,284,540	100.0	$61,291,180	100.0
Total Individual Trust Funds	$11,348,897		$14,260,948		$29,043,333	

TABLE II

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION BY TYPE OF INSTITUTION

AS OF MARCH 31, 1985

(Dollar Amounts in Thousands)

	*Commercial Banks By Asset Size									
ASSETS	With Foreign Offices	> $300 Million	> $100 Million But < $300 Million	< $100 Million	Total Commercial	Savings Banks	Private Banks	Trust Companies	Foreign Bank Offices	Total State-Chartered Institutions
Cash and Balances Due From Depositories	$ 600,653	$ 1,765,901	$ 399,707	$ 379,549	$ 3,145,810	$ 429,114	$ 9,105	$ 2,383	$ 15,008	$ 3,601,420
Securities	1,564,082	4,620,261	1,636,605	1,426,941	9,247,889	5,699,820	20,440	14,951	2,892	14,985,992
Federal Funds Sold	323,500	172,825	217,657	204,463	918,445	88,425	18,425	--	--	1,025,295
Loans and Leases	4,172,939	11,104,662	3,106,957	2,042,049	20,426,607	9,893,216	149,876	1,148	775,127	31,245,974
Premises and Fixed Assets	72,974	227,036	73,621	52,278	425,909	96,632	2,149	2,021	--	526,711
Other Real Estate	28,746	26,534	6,613	3,753	65,646	13,917	456	--	--	80,019
Other Assets	158,108	384,021	97,056	76,701	715,886	1,271,524	9,044	1,600	21,392	2,019,446
Total Assets	$6,921,002	$18,301,240	$5,538,216	$4,185,734	$34,946,192	$17,492,648	$209,495	$22,103	$814,419	$53,484,857
LIABILITIES										
Non-Interest Bearing Deposits	$1,033,565	$ 2,253,617	$ 668,640	$ 469,899	$ 4,425,721	$ 325,933	$ 22,976	--	$ 28,801	$ 4,803,431
Interest Bearing Deposits	4,797,196	13,470,181	4,207,446	3,196,297	25,671,120	13,823,867	132,954	--	124,197	39,752,138
Total Deposits	$5,830,761	$15,723,798	$4,876,086	$3,666,196	$30,096,841	$14,149,800	$155,930	--	$152,998	$44,555,569
Federal Funds Purchased	453,896	904,804	96,869	58,825	1,514,394	1,033,113	4,475	--	--	2,551,982
Borrowed Money	148,743	243,407	43,587	18,415	454,152	1,024,872	--	--	631,758	2,110,782
Other Liabilities	155,717	240,695	68,855	51,024	516,291	240,610	33,877	1,628	18,497	810,903
Total Liabilities	$6,589,117	$17,112,704	$5,085,397	$3,794,460	$32,581,678	$16,448,395	$194,282	$ 1,628	$803,253	$50,029,236
EQUITY CAPITAL										
Perpetual Preferred Stock	$ --	$ --	$ 3,547	$ 411	$ 3,958	$ --	$ --	$ --	$ --	$ 3,958
Common Stock	58,423	158,020	51,985	41,770	310,198	35,415	2,378	2,850	--	350,841
Surplus	170,967	499,195	193,963	163,264	1,027,389	769,824	10,575	7,630	--	1,815,418
Undivided Profits and Capital Reserves	102,495	531,321	203,324	185,829	1,022,969	239,014	2,260	9,995	11,166	1,285,404
Total Equity Capital	$ 331,885	$ 1,188,536	$ 452,819	$ 391,274	$ 2,364,514	$ 1,044,253	$ 15,213	$20,475	$ 11,166	$ 3,455,621
Total Liab. & Equity Cap.	$6,921,002	$18,301,240	$5,538,216	$4,185,734	$34,946,192	$17,492,648	$209,495	$22,103	$814,419	$53,484,857
Number of Institutions Reporting	3	19	34	77	133	6	5	6	6	156

* Including banks and bank and trust companies.

TABLE III

PENNSYLVANIA DEPARTMENT OF BANKING

NUMBER OF INSTITUTIONS AND BRANCH OFFICES

By Type of Institution	March 31, 1985		December 31, 1984		March 31, 1984	
	Institutions	Branch Offices	Institutions	Branch Offices	Institutions	Branch Offices
Commercial Banks						
Banks	44	76	44	74	46	72
Bank and Trust Companies	89	1,154	88	1,134	91	1,402
Total	133	1,230	132	1,208	137	1,474
Savings Banks	6	166	7	187	8	208
Private Banks	5	5	5	5	5	3
Trust Companies	6	0	5	0	5	0
Foreign Banks	-	9	-	9	-	8
Total	150	1,410	149	1,409	155	1,693

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: August 16, 1985

BECKER ATTENDS EFSBS TRAINING PROGRAM

Harrisburg, PA--Russell T. Becker, Commercial Bank Examiner III, will attend the School for Senior Personnel of the Education Foundation of State Bank Supervisors (EFSBS) it was announced here today by Ben McEnteer, Secretary of Banking.

The EFSBS School for Senior Personnel, which will take place August 18-23 at the University of Oklahoma in Norman, Oklahoma, represents a transition from purely technical training to a broader range of problems and concerns of state banking departments. It is a major step in the logically sequential progression of EFSBS's career development package offered to state banking department personnel. It accomplishes the following objectives:

..Exposes examiners to new developments in their field;

..Increases their knowledge of the broad financial structure and its importance;

..Prepares examiners for advancement within the department;

..Enhances their ability to discharge management responsibilities;

..Facilitates an exchange of knowledge and management techniques between banking departments; and

..Encourages innovation and efficiency in state bank examination and regulation.

Becker graduated from the American Institution of Banking, Philadelphia. He has been with the department since 1967.

The Education Foundation of State Bank Supervisors is affiliated with the Conference of State Bank Supervisors (CSBS), which is the professional organization of the bank regulators of the 50 states and three territories and numbers approximately 4,000 state-chartered banks as voluntary Associate Members.

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CSBS's primary functions are to defend the integrity of state authority within the context of the dual banking system and to help improve the quality of bank supervision at the state level by providing most of the technical examiner training and other educational programs that are available for state banking department personnel.

Becker and his wife, Edmonda, reside with their family in Norristown, PA.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** August 19, 1985

HARRISBURG - "Pennsylvania Banking - 1985" will be the theme of "A Day With The Secretary", sponsored by the Department of Banking. Officers of State-chartered banks across Pennsylvania will gather on August 21, 1985, at the Penn Harris Motor Inn, Camp Hill, PA, to hear presentations concerning state and federal legislation, State taxes and spending and the effects and prospects of expanded banking in Pennsylvania.

Secretary of Banking Ben McEnteer will address the group in the morning session, followed by Walter E. Gregg, Jr., Senior Vice President, Treasurer and Chief Regulatory Counsel, PNC Financial Corporation, and James Scheiner, Pennsylvania Secretary of Revenue.

Members of the Department of Banking staff taking part in the morning session will be lead by William J. Beatty, Deputy Secretary of Banking, and will include Norman E. Oelschlegel, Banking Bureau Director; Paul H. Wentzel, Jr., Executive Assistant; and Sandra A. Dunkelberger, Press Secretary.

Secretary of Commerce James O. Pickard will be the luncheon speaker. He will be followed by Dr. Lawrence E. Kreider, Vice President and Economist for the Conference of State Bank Supervisors (CSBS), Washington, D.C. and Keith H. Ellis, Legislative Counsel and Director of Federal Legislation, CSBS.

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SEP 0 1985

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Friday, August 30, 1985

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Secretary of Banking Ben McEnteer today released the financial condition and operating results of all Pennsylvania state-chartered banking institutions that were under the supervision of the Department's Banking Bureau at the end of the year's second quarter. These reporting institutions included 46 banks, 86 bank and trust companies, six savings banks, five private banks, seven trust companies and seven offices of six foreign banks.

Total assets of state-chartered banking institutions as of June 30, 1985 were approximately $56.0 billion, only a slight decrease of $1.3 billion or 2.3 percent from the same quarter last year. A decrease of $904 million or 1.9 percent in total deposits and a $29 million or 0.8 percent increase in equity capital were also reported for the 12-month period. The results reflect the relatively fast recovery from the loss caused by the conversion of a few large state-chartered banks to federal charters resulting from bank holding company acquisitions during 1984. The 132 commercial banks reported total assets of about $36.7 billion, a decrease of $1.9 billion from June 30, 1984 when 134 banks reported. All other types of institutions continued to show steady growth for the 12-month period. Total assets of the six savings banks were $18.2 billion, reflecting a $483 million increase from June 30, 1984. The five private banks had assets of $213 million, which was an increase of $32 million. The seven trust companies reported $23 million in total assets, reflecting a growth of $3 million. The seven foreign bank offices in Pennsylvania reported combined assets of about $764 million, which represented an increase of almost $62 million from 12 months ago.

Total assets reflected an increase of about $2.5 billion for the three-month period since March 31, 1985. The net increase represented increases of $1.8 billion from all commercial banks, $734 million from the savings banks, $3.8 million from the private banks, and almost $1 million from the trust companies, as well as a decrease of about $50 million in the seven foreign bank offices.

The year's first six-month earnings, excluding foreign banks, totaled about $236 million. For the same period last year, net income was just a little over $192 million. The decline in interest rates was the primary factor in improved earnings for most banks. Both the growth in total net loans as shown in the attached Table I, and the wider net interest margin due to lower interest expenses incurred as shown in Table III contributed to the improvement in earnings. The profitability of all banking institutions, excluding foreign banks, is also shown as percentage of average total assets in Table III. These ratios are annualized so that they can be compared with the prior quarter or year. Return on assets was 0.9 percent for the first six months of 1985. The ratio was 0.7 percent for the same period last year and 0.8 percent for the first quarter of 1985.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

Net income for the first six months of 1985 of the commercial banks was $185.8 million which represented an increase of $52 million or 38.9 percent over the same period last year. The six savings banks reported net income of over $46 million, which was a significant improvement over the first quarter earnings of $16.7 million. Private banks and trust companies reported earnings of almost $4 million, which was about the same as last year's earnings.

During the year's second quarter, the Department chartered one new commercial bank. One newly formed trust company started operation. One national bank merged into a state chartered bank. Two state commercial banks merged into two other state commercial banks, and one state bank merged into a national bank. The total numbers of the banking institutions, by type of institution, and their branch offices as of June 30, 1984, March 31 and June 30, 1985 are listed in Table V.

Attention is directed to the attached five tables for additional information.

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TABLE I

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(Dollar Amounts in Thousands)

	June 30, 1985		March 31, 1985		June 30, 1984		Increase (Decrease) From Last Quarter		Increase (Decrease) From Last Year	
ASSETS	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent of Change	Amount	Percent of Change
Cash and Balances Due From Depositories	$ 3,843,469	6.9	$ 3,601,420	6.7	$ 5,737,889	10.0	$ 242,049	6.7	($1,894,420)	(33.0)
Securities	15,299,079	27.3	14,985,992	28.0	15,674,508	27.3	313,087	2.1	(375,429)	(2.4)
Federal Funds Sold	929,647	1.7	1,025,295	1.9	1,753,018	3.1	(95,648)	(9.3)	(823,371)	(47.0)
Loans and Leases	32,644,213	58.3	31,245,974	58.4	31,090,480	54.2	1,398,239	4.5	1,553,733	5.0
Premises and Fixed Assets	538,763	1.0	526,711	1.0	525,518	1.0	12,052	2.3	13,245	2.5
Other Real Estate	76,775	0.1	80,019	0.2	102,750	0.2	(3,244)	(4.1)	(25,975)	(25.3)
Other Assets	2,644,143	4.7	2,019,446	3.8	2,429,640	4.2	624,697	30.9	214,503	8.8
Total Assets	$55,976,089	100.0	$53,484,857	100.0	$57,313,803	100.0	$2,491,232	4.7	($1,337,714)	(2.3)
LIABILITIES										
Noninterest-Bearing Deposits	$ 5,188,254	9.3	$ 4,803,431	9.0	$ 5,556,736	9.7	$ 384,823	8.0	(368,482)	(6.6)
Interest-Bearing Deposits	41,351,457	73.9	39,752,138	74.3	41,887,476	73.1	1,599,319	4.0	(536,019)	(1.3)
Total Deposits	46,539,711	83.2	44,555,569	83.3	47,444,212	82.8	1,984,142	4.5	(904,501)	(1.9)
Federal Funds Purchased	2,648,249	4.7	2,551,982	4.8	3,232,490	5.6	96,267	3.8	(584,241)	(18.1)
Borrowed Money	1,741,729	3.1	2,097,565	3.9	1,281,163	2.2	(355,836)	17.0	460,566	36.0
Other Liabilities	1,429,476	2.5	824,120	1.5	1,767,988	3.1	605,356	73.5	(338,512)	(19.1)
Total Liabilities	$52,359,165	93.5	$50,029,236	93.5	$53,725,853	93.7	$2,329,929	4.7	($1,366,688)	(2.5)
EQUITY CAPITAL										
Perpetual Preferred Stock	$ 25,411	0.1	$ 3,958	--	$ 11	--	$ 21,453	542.0	$ 25,400	--
Common Stock	365,727	0.7	350,841	0.7	404,701	0.7	14,886	4.2	(38,974)	(9.6)
Surplus	1,833,829	3.2	1,815,418	3.4	1,878,733	3.3	18,411	1.0	(44,904)	(2.4)
Undivided Profits and Capital Reserves	1,391,957	2.5	1,285,404	2.4	1,304,505	2.3	106,553	8.3	87,452	6.7
Total Equity Capital	$ 3,616,924	6.5	$ 3,455,621	6.5	$ 3,587,950	6.3	$ 161,303	4.7	$ 28,974	0.8
Total Liabilities and Equity Capital	$55,976,089	100.0	$53,484,857	100.0	$57,313,803	100.0	$2,491,232	4.7	($1,337,714)	(2.3)
Number of Institutions Reporting	156		156		158					

TABLE II

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION

BY TYPE OF INSTITUTION

AS OF JUNE 30, 1985

(Dollar Amounts in Thousands)

	Commercial Banks							
ASSETS	Banks	Bank and Trust Companies	Total	Savings Banks	Private Banks	Trust Companies	Foreign Offices	Total PA State Banks
Cash and Balances Due From Depositories	$ 217,717	$ 3,190,671	$ 3,408,388	$ 406,943	$ 11,974	$ 1,899	$ 14,265	$ 3,843,469
Securities	868,907	8,828,076	9,696,983	5,555,439	24,131	13,770	8,756	15,299,079
Federal Funds Sold	135,576	693,897	829,473	84,674	15,500	---	---	929,647
Loans and Leases	1,347,452	20,126,697	21,474,149	10,306,341	150,349	1,073	712,301	32,644,213
Premises and Fixed Assets	35,393	398,108	433,501	100,738	2,083	2,441	---	538,763
Other Real Estate	3,101	61,191	64,292	12,076	407	---	---	76,775
Other Assets	67,102	774,630	841,732	1,760,488	8,886	3,894	29,143	2,644,143
Total Assets	$2,675,248	$34,073,270	$36,748,518	$18,226,699	$213,330	$ 23,077	$764,465	$55,976,089
LIABILITIES								
Noninterest-Bearing Deposits	$ 348,825	$ 4,429,118	$ 4,777,943	$ 352,211	$ 30,082	$ ---	$ 28,018	$ 5,188,254
Interest-Bearing Deposits	1,941,238	24,526,551	26,467,789	14,617,533	135,329	---	130,806	41,351,457
Total Deposits	2,290,063	28,955,669	31,245,732	14,969,744	165,411	---	158,824	46,539,711
Federal Funds Purchased	92,170	1,672,085	1,764,255	879,469	4,525	---	---	2,648,249
Borrowed Money	13,767	698,043	711,810	1,017,114	174	---	12,631	1,741,729
Other Liabilities	30,740	503,553	534,293	287,552	27,456	1,476	578,699	1,429,476
Total Liabilities	$2,426,740	$31,829,350	$34,256,090	$17,153,879	$197,566	$ 1,476	$750,154	$52,359,165
EQUITY CAPITAL								
Perpetual Preferred Stock	$ 11	$ 25,400	$ 25,411	---	---	---	---	$ 25,411
Common Stock	29,397	297,765	327,162	35,415	---	3,150	---	365,727
Surplus	104,096	937,451	1,041,547	768,723	15,764	7,795	---	1,833,829
Undivided Profits and Capital Reserves	115,004	983,304	1,098,308	268,682	---	10,656	14,311	1,391,957
Total Equity Capital	$ 248,508	$ 2,243,920	$ 2,492,428	$ 1,072,820	$ 15,764	$ 21,601	$ 14,311	$ 3,616,924
Total Liabilities and Equity Capital	$2,675,248	$34,073,270	$36,748,518	$18,226,699	$213,330	$ 23,077	$764,465	$55,976,089
Number of Institutions Reporting	46	86	132	6	5	7	6	156

TABLE III

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(Dollar Amounts in Thousands)

		June 30, 1985		March 31, 1985		June 30, 1984		Increase (Decrease) From			
								Last Quarter		Last Year	
		Amount	Annualized % of Average Total Assets	Amount	Annualized % of Average Total Assets	Amount	Annualized % of Average Total Assets	Amount	Percent of Change	Amount	Percent of Change
1.	Interest Income	$2,667,652	10.0	$1,303,846	9.6	$2,772,849	9.5	$1,363,806	104.6	($105,197)	(3.8)
2.	Interest Expense	1,862,131	7.0	922,259	6.8	2,053,416	7.1	939,872	101.9	(191,285)	(9.3)
3.	Net Interest Income	805,521	3.0	381,587	2.8	719,433	2.5	423,934	111.1	86,088	12.0
4.	Noninterest Income	214,814	0.8	96,933	0.7	248,444	0.9	117,881	121.6	(33,630)	(13.5)
5.	Noninterest Expense	720,939	2.7	343,782	2.5	698,622	2.4	377,157	109.7	22,317	3.2
6.	Provisions for Loan Losses	59,713	0.2	23,282	0.2	67,400	0.2	36,431	156.5	(7,687)	(11.4)
7.	Net Operating Income	240,694	0.9	115,886	0.8	196,099	0.7	124,808	107.7	44,595	22.7
8.	Income Taxes	44,070	0.2	19,598	0.2	7,391	0.03	24,472	124.9	36,679	496.3
9.	Gains (Losses) on Securities	1,011	-	4,430	0.03	(5,756)	(0.2)	(3,419)	(77.2)	6.767	117.6
10.	Extraordinary Items/ Other Adjustments	39,140	0.1	13,050	0.1	3,849	0.01	26,090	199.9	35,291	916.9
11.	Net Income	235,764	0.9	109,338	0.8	192,557	0.7	126,426	115.6	43,207	22.4

TABLE IV

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME

BY TYPE OF INSTITUTION

JANUARY 1 to JUNE 30, 1985

(Dollar Amounts in Thousands)

	Commercial Banks						
	Banks	Bank and Trust Companies	Total	Savings Banks	Private Banks	Trust Companies	Total PA State Banks
1. Interest Income	$132,339	$1,656,183	$1,788,522	$868,086	$10,212	$ 832	$2,667,652
2. Interest Expense	79,845	1,060,610	1,140,455	715,674	6,002	---	1,862,131
3. Net Interest Income	52,494	595,573	648,067	152,412	4,210	832	805,521
4. Noninterest Income	4,320	135,253	139,573	62,926	1,391	10,924	214,814
5. Noninterest Expense	34,333	509,219	543,552	164,474	3,396	9,517	720,939
6. Provisions for Loan Losses	2,545	38,681	41,226	18,267	220	---	59,713
7. Net Operating Income	20,908	182,466	203,374	32,597	1,986	2,737	240,694
8. Income Taxes	2,529	19,178	21,707	21,452	3	908	44,070
9. Gains (Losses) on Securities	972	(460)	512	---	1	498	1,011
10. Extraordinary Items/ Other Adjustments	193	3,985	4,178	34,950	---	12	39,140
11. Net Income	18,572	167,273	185,845	46,095	1,983	1,841	235,764
Number of Institutions Reporting	46	86	132	6	5	7	150

TABLE V

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF INSTITUTIONS AND BRANCH OFFICES

BY TYPE OF INSTITUTION

Type of Institution	June 30, 1985		March 31, 1985		June 30, 1984	
	Institutions	Branches	Institutions	Branches	Institutions	Branches
Commercial Banks						
Banks	46	77	44	76	46	74
Bank and Trust Companies	86	1,170	89	1,154	88	1,187
Total	132	1,247	133	1,230	134	1,261
Savings Banks	6	165	6	166	8	210
Private Banks	5	5	5	5	5	5
Trust Companies	7	0	6	0	5	0
Foreign Offices *	8	9	8	9	8	8
Total	158	1,426	158	1,410	160	1,484

* Two foreign bank representative offices do not file any financial reports with the Department.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Monday, December 23, 1985

Secretary of Banking Ben McEnteer today released information showing the financial condition and operating results of all Pennsylvania state-chartered banking institutions at the end of the third quarter of 1985. As of September 30, 1985 there were 150 institutions with 1,448 branch offices under the supervision of the department. These reporting institutions included 46 banks, 86 bank and trust companies, six savings banks, five private banks, seven trust companies and seven offices of six foreign banks.

The report shows increases in total assets and earnings as a result of the banking industry's positive participation in the lower inflation, lower interest rate, and higher employment that contributed to the improved economic conditions in Pennsylvania during the first three quarters of 1985.

Total assets of state-chartered banking institutions, excluding foreign bank offices, as of September 30, 1985 were approximately $57.0 billion, an increase of $6.5 billion or 13 percent from the same quarter last year. Increases of $4.7 billion or 11 percent in total deposits and $420 million or 13 percent in equity capital were also reported for the 12-month period. The results reflect the relatively fast recovery from the decrease caused by the conversion of a few large state-chartered banks to federal charters resulting from bank holding company acquisitions during 1984. The 132 commercial banks reported total assets of about $37.7 billion, an increase of approximately $4 billion from September 30, 1984 when 133 banks reported. All other types of institutions continued to show steady growth for the 12-month period. Total assets of the six savings banks were $18.9 billion, reflecting a $2.4 billion increase from September 30, 1984 The five private banks had assets of $218 million, an increase of $20 million. The seven trust companies reported $23.7 million in total assets, reflecting a growth of $3.4 million. The seven foreign bank offices in Pennsylvania reported combined assets of about $928 million, which represented an increase of almost $189 million from 12 months ago.

Year to date 1985 earnings, excluding foreign banks, totaled about $358 million. For the same period last year, net income was just a little over $262 million. The continual trend of low interest rates was the primary factor in improved earnings for most banks. The shift in asset mix from securities to loans as shown in the attached Table 1, and the wider net interest spread as shown in Table 3 indicate banks' attempt in maximizing income. Net income of the commercial banks for the nine-month period was $290.8 million which represented an increase of $90 million or 44.9 percent over the same period last year. The six savings banks reported net income of almost $62 million, which was a 12 percent improvement over last year's earnings of $55 million. Private banks reported earnings of almost 3 million, which was about $0.8 million less than last year's earnings. Trust companies had net income of $2.3 million, which was about the same as last year's.

Attention is directed to the attached five tables for additional information.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	TOTAL 09/30/85	PERCENT OF TOTAL	TOTAL 09/30/84	PERCENT OF TOTAL	AMOUNT CHANGE	% OF CHANGE
SSETS						
ONINT BEARING	2,445,250	4.30%	1,975,339	3.92%	469,911	23.79%
NT BEARING	1,518,929	2.67%	1,469,752	2.92%	49,177	3.35%
OTAL	3,964,179	6.97%	3,445,091	6.84%	519,088	15.07%
ECURITIES	15,667,932	27.54%	14,798,230	29.36%	869,702	5.88%
ED FUNDS SOLD	1,386,058	2.44%	1,339,139	2.66%	46,919	3.50%
OANS & LEASES	33,404,700	58.72%	28,659,038	56.87%	4,745,662	16.56%
ESERVE LOANS	306,525	0.54%	258,661	0.51%	47,864	18.50%
ESERVE TRN RISK	0	0.00%	0	0.00%	0	0.00%
ET LOANS & LEASES	33,098,175	58.18%	28,400,377	56.35%	4,697,798	16.54%
RADING ACCTS	14,801	0.03%	25,346	0.05%	(10,545)	-41.60%
IXED ASSETS	558,025	0.98%	483,981	0.96%	74,044	15.30%
THER REAL ESTATE	88,685	0.16%	75,735	0.15%	12,950	17.10%
NVESTMENTS SUBS	23,818	0.04%	2,215	0.00%	21,603	975.30%
UST LIABILITY	11,113	0.02%	15,918	0.03%	(4,805)	-30.19%
NTANGIBLE	937,310	1.65%	811,001	1.61%	126,309	15.57%
THER ASSETS	1,137,190	2.00%	999,803	1.98%	137,387	13.74%
OTAL ASSETS	56,887,286	100.00%	50,396,836	100.00%	6,490,450	12.88%
IABILITIES						
ONINT BEARING	6,873,864	12.08%	4,786,695	9.50%	2,087,169	43.60%
NTEREST BEARING	40,871,258	71.85%	38,244,977	75.89%	2,626,281	6.87%
OT DEPOSITS	47,745,122	83.93%	43,031,672	85.39%	4,713,450	10.95%
ED FUNDS PURCHASED	2,747,713	4.83%	2,033,522	4.04%	714,191	35.12%
REASURY NOTES	174,518	0.31%	270,628	0.54%	(96,110)	-35.51%
THER BORROWINGS	1,069,915	1.88%	491,568	0.98%	578,347	117.65%
ORTGAGE	58,191	0.10%	49,984	0.10%	8,207	16.42%
CCEPTANCES	11,113	0.02%	15,918	0.03%	(4,805)	-30.19%
UBORDINATED NOTES	411,739	0.72%	384,005	0.76%	27,734	7.22%
THER LIABILITIES	938,932	1.65%	765,004	1.52%	173,928	22.74%
OTAL LIABILITIES	53,157,243	93.44%	47,042,301	93.34%	6,114,942	13.00%
TD-LIFE PREFERRED	0	0.00%	44,351	0.09%	(44,351)	-100.00%
QUITY CAPITAL						
REFERRED STOCK	28,959	0.05%	411	0.00%	28,548	6945.99%
OMMON STOCK	369,512	0.65%	359,411	0.71%	10,101	2.81%
URPLUS	1,866,460	3.28%	1,780,423	3.53%	86,037	4.83%
NDIVIDED PROFITS	1,465,112	2.58%	1,169,939	2.32%	295,173	25.23%
OTAL EQUITY CAPITAL	3,730,043	6.56%	3,310,184	6.57%	419,859	12.68%
OT LIAB & CAPITAL	56,887,286	100.00%	50,396,836	100.00%	6,490,450	12.88%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION AS OF 09/30/85

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS			SAVINGS	PRIVATE	TRUST	FOREIGN	TOTAL W/
	BANKS	B & Ts	TOTAL	BANKS	BANKS	COs	BANKS	FOREIGN
ASSETS								
NONINT BEARING	134724	1879470	2014194	419535	10965	556	16557	2461807
INT BEARING	111321	1406181	1517502	0	0	1427	19	1518948
TOTAL	246045	3285651	3531696	419535	10965	1983	16576	3980755
SECURITIES	922934	8736382	9659316	5964929	29556	14131	8725	15676657
FED FUNDS SOLD	112120	833960	946080	431328	8650	0	0	1386058
LOANS & LEASES	1497044	21099628	22596672	10648447	158526	1055	872012	34276712
RESERVE LOANS	14884	236160	251044	54311	1170	0	0	306525
RESERVE TRN RISK	0	0	0	0	0	0	0	0
NET LOANS & LEASES	1482160	20863468	22345628	10594136	157356	1055	872012	33970187
TRADING ACCTS	3004	11797	14801	0	0	0	0	14801
FIXED ASSETS	38884	408740	447624	105769	2143	2489	0	558025
OTHER REAL ESTATE	2665	69367	72032	16259	394	0	0	88685
INVESTMENTS SUBS	90	1938	2028	21175	382	233	0	23818
CUST LIABILITY	0	11055	11055	0	58	0	15205	26318
INTANGIBLE	1325	41133	42458	894477	375	0	0	937310
OTHER ASSETS	46885	614521	661406	463598	8393	3793	15445	1152635
TOTAL ASSETS	2856112	34878012	37734124	18911206	218272	23684	927963	57815249
LIABILITIES								
NONINT BEARING	363686	6102343	6466029	381801	26034	0	30409	6904273
INTEREST BEARING	2107358	23589797	25697155	15033020	141083	0	128357	40999615
TOT DEPOSITS	2471044	29692140	32163184	15414821	167117	0	158766	47903888
FED FUNDS PURCHASED	66056	1722666	1788722	953691	5300	0	0	2747713
TREASURY NOTES	6177	168341	174518	0	0	0	0	174518
OTHER BORROWINGS	462	234365	234827	832588	2500	0	10740	1080655
MORTGAGE	3355	39004	42359	15832	0	0	0	58191
ACCEPTANCES	0	11055	11055	0	58	0	14854	25967
SUBORDINATED NOTES	3075	116494	119569	292078	92	0	0	411739
OTHER LIABILITIES	36030	558758	594788	315827	26638	1679	740216	1679148
TOTAL LIABILITIES	2586199	32542823	35129022	17824837	201705	1679	924576	54081819
LTD-LIFE PREFERRED	0	0	0	0	0	0	0	0
EQUITY CAPITAL								
PREFERRED STOCK	12	28947	28959	0	0	0	0	28959
COMMON STOCK	29983	299127	329110	35415	1837	3150	0	369512
SURPLUS	108894	976055	1084949	762973	10728	7810	0	1866460
UNDIVIDED PROFITS	131024	1031060	1162084	287981	4002	11045	3387	1468499
TOTAL EQUITY CAPITAL	269913	2335189	2605102	1086369	16567	22005	3387	3733430
TOT LIAB & CAPITAL	2856112	34878012	37734124	18911206	218272	23684	927963	57815249

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/85 TO 09/30/85	01/01/84 TO 09/30/84	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	4,038,909	3,774,969	263,940	6.99%
TOTAL INTEREST EXPENSE	2,810,109	2,774,874	35,235	1.27%
NET INTEREST INCOME	1,228,800	1,000,095	228,705	22.87%
PROVISION-LOAN LOSS	127,451	96,600	30,851	31.94%
TOTAL NONINTEREST INC	373,523	317,001	56,522	17.83%
GAIN/LOSS ON SECURITIES	39,059	(5,367)	44,426	-827.76%
TOTAL NONINTEREST EXP	1,112,196	945,389	166,807	17.64%
INCOME BEFORE TAXES	401,735	269,740	131,995	48.93%
APPLICABLE INCOME TAXES	68,219	14,406	53,813	373.55%
INCOME BEF EXTRAORDINARY	333,516	255,334	78,182	30.62%
EXTRAORDINARY ITEMS	24,212	6,876	17,336	252.12%
NET INCOME	357,728	262,210	95,518	36.43%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR NINE MONTHS ENDED SEPTEMBER 30, 1985

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS			SAVINGS	PRIVATE	TRUST	TOTAL
	BANKS	B&Ts	TOTAL	BANKS	BANKS	COMPANIES	STATE
INTEREST INCOME							
TOT INT INC ON LOANS	125,804	1,690,643	1,816,447	883,510	12,772	71	2,712,800
INC-LEASE FINANCING	412	17,293	17,705	0	4	0	17,709
INC DEP INST-DOMESTIC	8,523	113,218	121,741	0	12	1	121,754
INT/DIV ON SECURITY	65,073	620,818	685,891	422,773	1,408	1,024	1,111,096
INT IN TRADING ACCTS	10	1,817	1,827	0	0	0	1,827
INT ON FED FUNDS SOLD	8,189	51,083	59,272	13,338	1,113	0	73,723
TOTAL INTEREST INCOME	208,011	2,494,872	2,702,883	1,319,621	15,309	1,096	4,038,909
INTEREST EXPENSE							
INTEREST ON DEPOSITS	120,130	1,464,591	1,584,721	973,244	8,553	0	2,566,518
INT FED FUNDS PURCH	2,672	86,800	89,472	63,468	266	0	153,206
INT BORROWINGS	357	22,961	23,318	33,091	0	0	56,409
INT MORTGAGE LEASES	268	2,734	3,002	0	0	0	3,002
INT ON SUBORD NOTES	232	7,970	8,202	22,754	18	0	30,974
TOTAL INTEREST EXP	123,659	1,585,056	1,708,715	1,092,557	8,837	0	2,810,109
NET INTEREST INCOME	84,352	909,816	994,168	227,064	6,472	1,096	1,228,800
PROVISIONS							
LOAN & LEASE LOSSES	4,557	62,483	67,040	59,945	466	0	127,451
TRANSFER RISK	0	0	0	0	0	0	0
TOTAL	4,557	62,483	67,040	59,945	466	0	127,451
NONINTEREST INCOME							
INC FROM FIDUCIARY	0	43,607	43,607	0	0	6,023	49,630
SERVICE CHARGES	3,874	52,123	55,997	13,956	658	4,360	74,971
TRADE-FOREIGN EXC G/L	0	386	386	0	0	0	386
OTHER FOREIGN G/L	0	139	139	0	0	0	139
TRADE ACCTS G/L	72	1,727	1,799	0	0	0	1,799
OTHER NONINTEREST INC	3,645	131,609	135,254	103,098	1,437	6,809	246,598
TOTAL NONINTEREST INC	7,591	229,591	237,182	117,054	2,095	17,192	373,523
GAIN/LOSS ON SECURITY	1,447	3,429	4,876	33,878	1	304	39,059
NONINTEREST EXPENSE							
SALARIES & BENEFITS	26,028	400,596	426,624	100,043	2,769	4,070	533,506
EXP ON PREMISES	8,069	118,193	126,262	33,784	722	563	161,331
OTHER NONINTEREST EXP	20,424	268,307	288,731	116,412	1,722	10,494	417,359
TOTAL NONINTEREST EXP	54,521	787,096	841,617	250,239	5,213	15,127	1,112,196
INCOME BEFORE TAXES	34,312	293,257	327,569	67,812	2,889	3,465	401,735
INCOME TAXES	4,769	39,187	43,956	23,099	0	1,164	68,219
INCOME BEF EXTRAORDINARY	29,543	254,070	283,613	44,713	2,889	2,301	333,516
EXTRAORDINARY, NET	309	6,914	7,223	16,967	10	12	24,212
NET INCOME	29,852	260,984	290,836	61,680	2,899	2,313	357,728

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND THEIR BRANCH OFFICES

	SEPTEMBER 30, 1985		JUNE 30. 1985		SEPTEMBER 30, 1984	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS						
BANKS	46	79	46	77	44	72
BANK & TRUSTS	86	1,190	86	1,170	89	1,117
TOTAL	132	1,269	132	1,247	133	1,189
SAVINGS BANKS	6	165	6	165	7	188
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	7	0	7	0	4	0
FOREIGN BANKS	0	9	0	9	0	8
TOTAL STATE	150	1,448	150	1,426	149	1,390

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

William J. Beatty
Acting Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: Immediate
March 4, 1987

HARRISBURG - George W. Darlington recently retired as a Bank Examination Administrator from the Pennsylvania Department of Banking after more than 40 years in the financial services industry, 23 of which were spent with the Department.

Upon graduation from St. John the Baptist Boys High School in Philadelphia, Darlington attended the Wharton School of the University of Pennsylvania and Drexell Institute of Technology, both in Philadelphia. After serving in the U. S. Army for three years during World War II, Darlington attended La Salle College where he earned a bachelor's degree in finance.

From 1946 to 1956, Darlington was employed in various banking positions in Philadelphia before coming to the Department of Banking. In 1967, he left the Department for a position with the Monroe Security Bank and Trust Company in Stroudsburg as executive vice president, director, and senior administrative officer. He returned to the Department in 1974.

Darlington has been active in his community as a director of the Chamber of Commerce, chairman and member of the Budget Committee and Executive Board for the United Way, and a member of the Stroudsburg Businessmen's Association. He also served in various positions with the Northern Anthracite Bankers Association and the Monroe County Hospital Authority where he was one of the original members of the Board of Directors. He is also active in the American Legion, Fraternal Order of Eagles and the Rotary.

Darlington and his wife, the former Alice E. Turner, reside in Stroudsburg. They have five children and four grandchildren.

XXXX

Copy sent to: The Express, Easton, PA; Pocono Record, Stroudsburg, PA; and The Roxborough Review, Philadelphia, PA

press release

For further information contact:
JOSEPH E. JONES, Vice President/Director of Public Affairs

Released for P.M.s
March 18, 1986

Pennsylvania Meets Rigid Standards of CSBS

Performance Accreditation Program

Harrisburg, P.A., March 18--In ceremonies here today the Pennsylvania Department of Banking became the fourth state bank regulatory agency in the nation to receive formal certification under the State Banking Department Accreditation Program of the Conference of State Bank Supervisors (CSBS).

The Certificate of Accreditation was presented by Lawrence E. Kreider, CSBS Executive Vice President and Economist, to Governor Richard Thornburgh and Secretary of Banking Ben McEnteer. In making the presentation, Kreider stated "the certificate...recognizes that the Pennsylvania Department of Banking conforms to the highest standards of bank supervision and regulation," adding, "the core of effective duality lies in effective systems at both state and federal levels." The CSBS spokesman concluded, "this new, highly professional, highly disciplined performance evaluation program demonstrates in the most concrete fashion that state banking departments are worthy of the expanded responsibilities being placed on them."

The CSBS State Banking Department Accreditation Program has two basic goals--to strengthen state banking department capabilities to assure the safety and soundness of banking within each respective state, and to achieve recognition in Congress, the federal agencies and within each state of the high level of capability within the state bank regulatory system.

The Accreditation Program involves a comprehensive review of the critical elements which confirm a banking department's ability to discharge its responsibilities, through investigation of the department's administration, finances, personnel policies and practices, training programs, examination and supervisory

procedures and statutory powers. The process involves several steps:

First, a state banking department undergoes a self- evaluation process, based on documentation and criteria established by the CSBS Performance Standards Committee (PSC).

Second, upon the department's request, an Accreditation Review Team appointed by the Performance Standards Committee conducts a thorough on-site examination of the department and reports its findings to the committee.

Third, those findings are reviewed thoroughly by an Audit Group to assure a high level of discipline in each review, a consistency of discipline between reviews and compliance with standards and procedures required by the PSC.

Finally, if both groups report positively, the PSC accepts those recommendations and announces the state as accredited for a five-year period, subject to annual review.

At the press conference announcing the accreditation, CSBS disclosed that a number of states are in the initial self- evaluation phases while others are in various stages of the formal review process.

CSBS is the professional organization of the state bank regulators of the 50 states, Guam, Puerto Rico and the Virgin Islands and numbers approximately 4,000 state-chartered commercial and mutual savings banks as supportive associate members.

# # # #

FOR IMMEDIATE RELEASE

GOVERNOR'S PRESS OFFICE
COMMONWEALTH OF PENNSYLVANIA
CONTACT: Jeanne H. Schmedlen
Deputy Press Secretary
(717) 783-1116
or
Sandra Dunkelberger
(717) 787-2665

3\19\85

CAMP HILL (March 18) -- Calling it "another symbol of Pennsylvania's growing reputation for fiscal and financial integrity," Gov. Dick Thornburgh today accepted formal certification of the Commonwealth's Banking Department by the Conference of State Bank Supervisors (CSBS) -- a recognition shared by only three other states.

"Good regulation," Thornburgh said, "is a partner to sound banking -- and sound banking is a partner to Pennsylvania's ongoing development of a new and diversified economy of the future."

Joining the governor as he accepted the accreditation certificate from Dr. Lawrence E. Kreider, executive vice president of CSBS, was state Secretary of Banking Ben McEnteer. The presentation was made in conjunction with the annual state commercial and savings bank examiners' conference here.

CSBS is the professional organization of the state bank regulators of the 50 states, Guam, Puerto Rico and the Virgin Islands and has almost 4,000 state-chartered commercial and mutual savings banks as associate members.

Last fall, the organization established its accreditation program "to strengthen state banking department capabilities and to achieve recognition in Congress, federal agencies and within

each state of the high level of capability within the state regulatory system."

"And Pennsylvania now has become the fourth in the nation to successfully pass its rigorous review process," Thornburgh said.

"The state Department of Banking has maintained very high standards through the past seven years, years in which deregulation, interstate and intrastate banking as well as other changes within the financial services industry nationwide have taken place or are under consideration.

"This accreditation is testament to the professionalism and competence that our Department of Banking brings to the job of regulating our state-chartered banks, which contain over $58 billion in assets," the governor added.

Last fall CSBS established the "accreditation" program to evaluate the operations and capabilities of state banking departments.

The certification process involved an investigation of the department's administration, finances, personnel policies and practices, training programs, examining and supervisory procedures and statutory powers.

The accreditation was granted for a five-year period, with annual review.

"It gives me great pleasure and pride," said McEnteer at the presentation, "to have the efforts of our staff and examining force recognized by an objective and comprehensive accreditation process, and we will continue to provide to the

citizens of the Commonwealth a program that will inspire the highest confidence in our state-chartered financial institutions."

Members of the national review team that visited Harrisburg in December of 1985 to evaluate the state department were: George LeMaistre, Professor Emeritus of the University of Alabama Law School and former chairman of the Federal Deposit Insurance Corporation (FDIC); James Faris, former director of the Indiana State Department of Financial Institutions; and Gilbert Rosser, retired Senior National Bank Examiner in the U.S. Office of the Comptroller of the Currency.

Other states with CSBS accreditation are New York, Illinois and Iowa. Several other states are in the initial self-evaluation phase of the program, while still others are in various stages of the formal review process.

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MAY 27 1986

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Wednesday, March 19, 1986

Secretary of Banking Ben McEnteer today released information showing the financial condition and operating results of all Pennsylvania state-chartered banking institutions for year-end 1985. As of December 31, 1985, there were 145 active institutions with 1,464 branch offices under the supervision of the department. These reporting institutions included 44 banks, 84 bank and trust companies, five savings banks, five private banks, seven trust companies and seven branch offices of the six foreign banks.

The report shows increases in total assets and earnings as a result of Pennsylvania banking industry's continual positive participation in the lower inflation, lower interest rate, and higher employment that contributed to the improved economic conditions in Pennsylvania during 1985. In addition, Pennsylvania state-chartered banks did not experience the negative effects due to troubled conditions in some sectors of the economy, as did some other states. There were no failed banks in Pennsylvania, although the FDIC reported 120 bank failures nationwide (62 were in the farm belt) in 1985.

Total assets of state-chartered banking institutions, including foreign bank offices, as of December 31, 1985 were approximately $59.0 billion, an increase of $6 billion or 11 percent from the same quarter last year. Increases of $3.4 billion or 7.7 percent in total deposits and $439 million or 13 percent in equity capital were also reported for the twelve-month period. The results reflect the relatively fast recovery from the decrease caused by the conversion of a few large state-chartered banks to federal charters resulting from bank holding company acquisitions during 1984.

The 128 commercial banks reported total assets of about $38.8 billion, an increase of approximately $4 billion from December 31, 1984 when 132 banks reported. All other types of institutions continued to show steady growth for the 12-month period. Total assets of the five savings banks were $19.2 billion, reflecting a $1.8 billion increase from December 31, 1984. The five private banks had assets of $224 million, an increase of $34 million. The seven trust companies reported $24.4 million in total assets, reflecting a growth of almost $4 million. The seven foreign bank offices in Pennsylvania reported combined assets of about $999 million, which represented an increase of almost $169 million from 12 months ago.

Total earnings for the year 1985, excluding foreign banks, were about $463 million. For the same period last year, net income was $338 million. The continual trend toward lower interest rates was the primary factor in improved earnings for most banks. The increased volume in loans and leases, and the wider net interest spread indicate banks' attempts to maximize profits. Net income of the commercial banks for the twelve-month period was $383 million which represented an increase of $109 million or 40 percent over

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

he same period last year. The five savings banks reported net income of $73 illion, which was a 29 percent improvement over last year's earnings of $57 illion. Trust companies had net income of $3 million, which was about the ame as last year's. Private banks reported earnings of almost $4 million, hich was about $800,000 less than last year's earnings due to narrower net nterest spread and higher noninterest expenses.

PERTINENT ANALYSIS RATIOS

(In Percent)

985	Commercial Banks	Savings Banks	Other* Banks	Total State
. Capital Ratio	7.5	6.1	16.3	7.1
. Return on Assets	1.0	0.4	2.7	0.8
. Return on Capital	14.4	6.7	17.1	12.2
. Loans to Deposits	71.0	73.2	80.3	71.8
. Yield on Loans	10.6	10.7	11.1	10.6
. Yield on Securities	9.1	9.3	7.2	9.1
. Average Interest Rate on Deposits	7.6	8.8	7.3	8.0
. Loan Losses to Reserves	39.1	117.3	46.0	54.6
984				
. Capital Ratio	6.6	6.0	17.5	6.4
. Return on Assets	0.8	0.3	3.7	0.6
. Return on Capital	11.9	5.5	21.1	10.0
. Loans to Deposits	66.8	66.8	82.9	66.9
. Yield on Loans	12.9	10.3	14.1	12.1
. Yield on Securities	9.8	9.8	9.3	9.8
. Average Interest Rate on Deposits	8.6	9.6	8.3	8.9
. Loan Losses to Reserves	53.8	30.5	35.4	51.1

* Including five private banks and seven trust companies.

)uring 1985, the Department approved three new charters. One national bank converted to a state charter and one state bank switched to a federal charter. Three national banks merged into state banks and two state banks nerged into national banks. Four state banks merged with other state banks and one state bank filed for voluntary dissolution. As a result, the Department had 145 banking institutions under its supervision as of December 31, 1985.

The number of Pennsylvania bank holding companies increased to 95 at year-end 1985. Twenty of these were multi-bank holding companies which controlled 60 banks. Prior to the enactment of the "expanded banking" legislation in 1982, there were less than 50 bank holding companies.

Attention is also directed to the attached tables for additional information.

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TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	DECEMBER 31, 1985		DECEMBER 31, 1984		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH & DUE	3,876,853	6.55%	3,924,920	7.37%	(48,067)	-1.22%
SECURITIES	16,106,167	27.19%	15,183,974	28.50%	922,193	6.07%
FED FUNDS SOLD	1,199,014	2.02%	1,125,922	2.11%	73,092	6.49%
LOANS & LEASES	35,425,175	59.81%	30,657,837	57.54%	4,767,338	15.55%
LOAN LOSS RESERVE	328,125	0.55%	263,662	0.49%	64,463	24.45%
NET LOANS & LEASES	35,097,050	59.25%	30,394,175	57.04%	4,702,875	15.47%
TRADING ACCTS	24,745	0.04%	32,662	0.06%	(7,917)	-24.24%
FIXED ASSETS	536,735	0.91%	507,887	0.95%	28,848	5.68%
OTHER REAL ESTATE	91,269	0.15%	78,303	0.15%	12,966	16.56%
INVESTMENTS IN SUBS	29,729	0.05%	2,418	0.00%	27,311	>200.00%
CUSTOMERS' LIABILITY	24,458	0.04%	12,333	0.02%	12,125	98.31%
INTANGIBLE ASSETS	924,454	1.56%	771,373	1.45%	153,081	19.85%
OTHER ASSETS	1,320,185	2.23%	1,250,573	2.35%	69,612	5.57%
TOTAL ASSETS	59,230,659	100.00%	53,284,540	100.00%	5,946,119	11.16%
LIABILITIES						
NONINTEREST BEARING	5,761,099	9.73%	5,298,236	9.94%	462,863	8.74%
INTEREST BEARING	42,468,064	71.70%	39,502,521	74.14%	2,965,543	7.51%
TOTAL DEPOSITS	48,229,163	81.43%	44,800,757	84.08%	3,428,406	7.65%
FED FUNDS PURCHASED	3,662,524	6.18%	2,194,157	4.12%	1,468,367	66.92%
TREASURY NOTES	248,514	0.42%	201,951	0.38%	46,563	23.06%
OTHER BORROWINGS	1,077,092	1.82%	1,436,751	2.70%	(359,659)	-25.03%
MORTGAGE & CAP LEASE	58,717	0.10%	49,643	0.09%	9,074	18.28%
BANK'S LIABILITY	23,907	0.04%	12,333	0.02%	11,574	93.85%
SUBORDINATED NOTES	405,597	0.68%	382,447	0.72%	23,150	6.05%
OTHER LIABILITIES	1,713,455	2.89%	789,658	1.48%	923,797	116.99%
TOTAL LIABILITIES	55,418,969	93.56%	49,867,697	93.59%	5,551,272	11.13%
LTD-LIFE PREFERRED	0	0.00%	44,405	0.08%	(44,405)	-100.00%
EQUITY CAPITAL						
PREFERRED STOCK	28,959	0.05%	411	0.00%	28,548	>200.00%
COMMON STOCK	369,945	0.62%	348,243	0.65%	21,702	6.23%
SURPLUS	1,922,652	3.25%	1,806,018	3.39%	116,634	6.46%
UNDIVIDED PROFITS	1,490,134	2.52%	1,217,766	2.29%	272,368	22.37%
TOTAL EQUITY CAPITAL	3,811,690	6.44%	3,372,438	6.33%	439,252	13.02%
TOT LIAB & CAPITAL	59,230,659	100.00%	53,284,540	100.00%	5,946,119	11.16%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION AS OF 12/31/85

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS			SAVINGS	PRIVATE	TRUST	FOREIGN	TOTAL
	BANKS	B & Ts	TOTAL	BANKS	BANKS	COs	BANKS	STATE
ASSETS								
CASH & DUE	224411	3248835	3473246	371779	11751	2534	17543	3876853
SECURITIES	930511	9107952	10038463	6011746	29681	16484	9793	16106167
FED FUNDS SOLD	140269	875661	1015930	167350	15734	0	0	1199014
LOANS & LEASES	1523066	21739728	23262794	11057724	156282	979	947396	35425175
LOAN LOSS RESERVE	14642	247229	261871	65018	1236	0	0	328125
NET LOANS & LEASES	1508424	21492499	23000923	10992706	155046	979	947396	35097050
TRADING ACCTS	1065	23680	24745	0	0	0	0	24745
FIXED ASSETS	39650	419697	459347	72299	2587	2502	0	536735
OTHER REAL ESTATE	2380	76561	78941	11988	340	0	0	91269
INVESTMENTS IN SUBS	969	6038	7007	22111	378	233	0	29729
CUSTOMERS' LIABILITY	0	12037	12037	0	173	0	12248	24458
INTANGIBLE ASSETS	1271	45551	46822	877263	369	0	0	924454
OTHER ASSETS	45795	613010	658805	639347	8071	1653	12309	1320185
TOTAL ASSETS	2894745	35921521	38816266	19166589	224130	24385	999289	59230659
LIABILITIES								
NONINTEREST BEARING	367300	4907697	5274997	415123	38177	0	32802	5761099
INTEREST BEARING	2116577	25360517	27477094	14687358	157555	0	146057	42468064
TOTAL DEPOSITS	2483877	30268214	32752091	15102481	195732	0	178859	48229163
FED FUNDS PURCHASED	84816	2047539	2132355	1530169	0	0	0	3662524
TREASURY NOTES	5977	242537	248514	0	0	0	0	248514
OTHER BORROWINGS	525	244752	245277	807810	0	0	24005	1077092
MORTGAGE & CAP LEASE	3191	38837	42028	16689	0	0	0	58717
BANK'S LIABILITY	0	12037	12037	0	173	0	11697	23907
SUBORDINATED NOTES	3000	120452	123452	282053	92	0	0	405597
OTHER LIABILITIES	42327	551263	593590	324567	10611	2332	782355	1713455
TOTAL LIABILITIES	2623713	33525631	36149344	18063769	206608	2332	996916	55418969
LTD-LIFE PREFERRED	0	0	0	0	0	0	0	0
EQUITY CAPITAL								
PREFERRED STOCK	12	28947	28959	0	0	0	0	28959
COMMON STOCK	30019	299980	329999	35065	1731	3150	0	369945
SURPLUS	107933	1016111	1124044	779769	11029	7810	0	1922652
UNDIVIDED PROFITS	133068	1050852	1183920	287986	4762	11093	2373	1490134
TOTAL EQUITY CAPITAL	271032	2395890	2666922	1102820	17522	22053	2373	3811690
TOTAL LIAB & CAPITAL	2894745	35921521	38816266	19166589	224130	24385	999289	59230659

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/85 TO 12/31/85	01/01/84 TO 12/31/84	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	5,385,435	5,118,642	266,793	5.21%
TOTAL INTEREST EXPENSE	3,730,814	3,772,665	(41,851)	-1.11%
NET INTEREST INCOME	1,654,621	1,345,977	308,644	22.93%
PROVISION-LOAN LOSSES	179,192	135,598	43,594	32.15%
TOTAL NONINTEREST INC	506,450	415,549	90,901	21.87%
GAIN/LOSS ON SECURITIES	72,883	(5,998)	78,881	>200.00%
TOTAL NONINTEREST EXP	1,536,541	1,290,368	246,173	19.08%
INCOME BEFORE INC TAXES	518,221	329,562	188,659	57.25%
APPLICABLE INCOME TAXES	75,109	15,869	59,240	>200.00%
INCOME BEF EXTRAORDINARY	443,112	313,693	129,419	41.26%
EXTRAORDINARY/ADJUSTMENTS	19,829	24,172	(4,343)	-17.97%
NET INCOME	462,941	337,865	125,076	37.02%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE YEAR ENDED DECEMBRT 31, 1985

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS			SAVINGS	PRIVATE	TRUST	TOTAL
	BANKS	B & Ts	TOTAL	BANKS	BANKS	COs	STATE
INTEREST INCOME							
ON LOANS	164317	2273538	2437855	1183487	17279	93	3638714
ON LEASE FINANCING	504	23441	23945	0	6	0	23951
DEPOSITORY INSTITUTIONS	9815	140590	150405	0	23	1	150429
INT/DIV ON SECURITY	84654	825339	909993	558742	1899	1436	1472070
IN TRADING ACCTS	80	2390	2470	0	0	0	2470
ON FED FUNDS SOLD	10646	68029	78675	17767	1359	0	97801
TOTAL INTEREST INCOME	270016	3333327	3603343	1759996	20566	1530	5385435
INTEREST EXPENSE							
ON DEPOSITS	153712	1939432	2093144	1296288	11432	0	3400864
ON FED FUNDS PURCH	3780	119441	123221	85355	181	0	208757
ON BORROWINGS	424	28997	29421	46846	170	0	76437
MORTGAGE & CAP LEASES	280	3606	3886	0	0	0	3886
ON SUBORDINATED NOTES	312	10871	11183	29669	18	0	40870
TOTAL INTEREST EXP	158508	2102347	2260855	1458158	11801	0	3730814
NET INTEREST INCOME	111508	1230980	1342488	301838	8765	1530	1654621
LOAN LOSS PROVISION	8827	93505	102332	76291	569	0	179192
NONINTEREST INCOME							
FIDUCIARY ACTIVITIES	0	58563	58563	0	0	6023	64586
SERVICE CHARGES	5069	73239	78308	25200	864	0	104372
TRADG G/L-FOREIGN EXC	0	563	563	0	0	0	563
OTHER FOREIGN TRANS G/L	0	148	148	0	0	0	148
TRADING ACCTS G/L	122	603	725	0	0	0	725
OTHER NONINTEREST INC	4781	200879	205660	113136	2060	15200	336056
TOTAL NONINTEREST INC	9972	333995	343967	138336	2924	21223	506450
GAIN/LOSS ON SECURITY	3239	5061	8300	63994	12	577	72883
NONINTEREST EXPENSE							
SALARIES & BENEFITS	34867	546410	581277	138380	4102	6080	729839
PREMISES & FIXED ASSETS	11067	159712	170779	47220	1063	818	219880
OTHER NONINTEREST EXP	27400	383731	411131	161332	2251	12108	586822
TOTAL NONINTEREST EXP	73334	1089853	1163187	346932	7416	19006	1536541
INCOME BEFORE INC TAXES	42558	386678	429236	80945	3716	4324	518221
INCOME TAXES	6032	50308	56340	17390	0	1379	75109
EXTRAORDINARY/ADJUSTMENTS	253	9575	9828	9882	107	12	19829
NET INCOME	36779	345945	382724	73437	3823	2957	462941

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	12/31/85		09/30/85		12/31/84	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS						
BANKS	44	80	46	79	44	74
BANK & TRUSTS	84	1,207	86	1,190	88	1,134
TOTAL	128	1,287	132	1,269	132	1,208
SAVINGS BANKS	5	163	6	165	7	187
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	7	0	7	0	5	0
FOREIGN BANKS	0	9	0	9	0	9
TOTAL STATE	145	1,464	150	1,448	149	1,409

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger FOR RELEASE: March 28, 1986

BANKING DEPARTMENT ANNOUNCES

COMPUTER CONFERENCE FOR BANKERS

HARRISBURG--The Banking Department of Pennsylvania, in conjunction with the Conference of State Bank Supervisors (CSBS), will present a COMPUTER AUDIT AND CONTROL CONFERENCE FOR BANKERS on May 19-22, 1986, at the Hyatt Pittsburgh Hotel. Announcements relating to the program were mailed recently to chief executive officers of both state and national banks.

The COMPUTER AUDIT AND CONTROL CONFERENCE FOR BANKERS is presented in many regions of the country on an annual basis and has been enthusiastically received by prior attendees. It is designed to provide bankers with the knowledge they need to effectively manage, audit and control their bank's electronic data processing function. Recent advances in bank automation, including on-line and remote processing, and the growing interest in mini- and microcomputers, have been incorporated in the Conference as topics for discussion.

CSBS plans to hold similar programs for all states on a continuing basis so that banks throughout the country can obtain the benefits of increasing management awareness and improved internal audit coverage of computer operations.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Thursday, June 5, 1986

Secretary of Banking Ben McEnteer today released information showing the financial condition and operating results of all Pennsylvania state-chartered banking institutions for the first quarter of 1986.

During the three-month period, the Department gained one new charter through conversion from a federal savings and loan association to a state chartered mutual savings bank. As a result, there were 146 active institutions with 1,489 branch offices, of which 132 were remote service facilities (automated teller machines), under the supervision of the department. These reporting institutions included 128 commercial banks, six savings banks, five private banks, and seven trust companies as well as nine foreign bank branch offices. The consolidated reports show increases in total assets and earnings as a result of Pennsylvania banking industry's continued positive participation in the improved economic conditions in Pennsylvania since late 1984.

Total assets of state-chartered banking institutions, including foreign bank offices, as of March 31, 1986 were approximately $60.0 billion, an increase of $6.5 billion or 12 percent from the same quarter last year. Loans and securities investments were the main items for the growth in assets. On the liability side, increases of $4.3 billion or 9.6 percent in total deposits and $533 million or 15.4 percent in equity capital were also reported for the twelve-month period. The increases in these items were indicative of Pennsylvania banks' strong performance in the improved economy.

The 128 commercial banks reported total assets of about $39 billion, an increase of approximately $4 billion over that of March 31, 1985 when 133 banks reported. All other types of institutions continued to show steady growth for the 12-month period. Total assets of the six savings banks were $19.7 billion, reflecting a $2.2 billion increase over March 31, 1985. The five private banks had assets of $240 million, an increase of $31 million from a year ago. The seven trust companies reported $25.4 million in total assets, reflecting a growth of almost $3.3 million. The nine foreign bank offices in Pennsylvania reported combined assets of about $1 billion, which represented an increase of $185 million from 12 months ago.

Total earnings for the first quarter of 1986, excluding foreign banks, were about $115 million. For the same period last year, net income was $109 million. The continued trend toward lower interest rates was the primary factor in improved earnings for most banks. Net income of the commercial banks for the three-month period was $104 million which represented an increase of $13 million or 14.5 percent over the same period last year. Private banks and trust companies each reported combined earnings of a little over $1 million, which was approximately the same as last year's earnings.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	Commercial Banks	Savings Banks	Other* Banks	Total State
03/31/86				
1. Capital to Assets Ratio	7.7	6.4	15.0	7.2
2. Return on Assets	1.1	0.2	3.1	0.8
3. Return on Capital	15.1	3.1	21.0	11.5
4. Yield on Loans	10.7	10.6	10.3	10.4
5. Yield on Securities	9.3	10.5	9.6	9.8
6. Average Cost on Deposits	7.3	8.4	7.6	7.7
7. Loans to Deposits	72.2	64.0	94.0	71.3
12/31/85				
1. Capital to Assets Ratio	7.5	6.1	16.3	7.1
2. Return on Assets	1.0	0.4	2.7	0.8
3. Return on Capital	14.4	6.7	17.1	12.2
4. Yield on Loans	10.6	10.7	11.1	10.6
5. Yield on Securities	9.1	9.3	7.2	9.1
6. Average Cost on Deposits	7.6	8.8	7.3	8.0
7. Loans to Deposits	71.0	73.2	80.3	71.8

* Including five private banks and seven trust companies.

Attention is also directed to the attached tables for additional information.

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TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	MARCH 31, 1986		MARCH 31, 1985		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND DUE FROM	3,957,351	6.6%	3,601,420	6.7%	355,931	9.9%
SECURITIES	17,319,348	28.9%	14,975,890	28.0%	2,343,458	15.6%
FED FUNDS SOLD	1,031,007	1.7%	1,025,295	1.9%	5,712	0.6%
LOANS & LEASES	34,829,750	58.1%	31,522,999	58.9%	3,306,751	10.5%
LOAN LOSS RESERVE	352,513	0.6%	277,025	0.5%	75,488	27.2%
NET LOANS & LEASES	34,477,237	57.5%	31,245,974	58.4%	3,231,263	10.3%
TRADING ACCTS	451,219	0.8%	10,102	0.0%	441,117	>200.0%
FIXED ASSETS	544,823	0.9%	526,711	1.0%	18,112	3.4%
OTHER REAL ESTATE	110,052	0.2%	80,019	0.1%	30,033	37.5%
INVESTMENTS IN SUBS	33,451	0.1%	2,453	0.0%	30,998	>200.0%
CUSTOMERS' LIABILITY	15,159	0.0%	12,489	0.0%	2,670	21.4%
INTANGIBLE ASSETS	903,636	1.5%	765,391	1.4%	138,245	18.1%
OTHER ASSETS	1,117,980	1.9%	1,239,113	2.3%	(121,133)	-9.8%
TOTAL ASSETS	59,961,263	100.0%	53,484,857	100.0%	6,476,406	12.1%
LIABILITIES						
NONINT BEARING DEPS	5,658,154	9.4%	4,803,431	9.0%	854,723	17.8%
INTEREST BEARG DEPS	43,176,560	72.0%	39,752,138	74.3%	3,424,422	8.6%
TOTAL DEPOSITS	48,834,714	81.4%	44,555,569	83.3%	4,279,145	9.6%
FED FUNDS PURCHASED	3,447,946	5.8%	2,551,982	4.8%	895,964	35.1%
NOTES TO US TREASURY	138,746	0.2%	174,776	0.3%	(36,030)	-20.6%
OTHER BORROWINGS	1,249,118	2.1%	1,421,787	2.7%	(172,669)	-12.1%
MORTGAGE & CAP LEASE	59,772	0.1%	56,019	0.1%	3,753	6.7%
BANK'S LIABILITY	15,093	0.0%	12,489	0.0%	2,604	20.9%
SUBORDINATED NOTES	493,883	0.8%	419,983	0.8%	73,900	17.6%
OTHER LIABILITIES	1,733,177	2.9%	811,631	1.5%	921,546	113.5%
TOTAL LIABILITIES	55,972,449	93.3%	50,004,236	93.5%	5,968,213	11.9%
LTD-LIFE PREFERRED	0	0.0%	25,000	0.0%	(25,000)	-100.0%
EQUITY CAPITAL						
PREFERRED STOCK	25,412	0.0%	3,958	0.0%	21,454	>200.0%
COMMON STOCK	370,971	0.6%	350,841	0.7%	20,130	5.7%
SURPLUS	1,983,466	3.3%	1,815,418	3.4%	168,048	9.3%
UNDIVIDED PROFITS	1,608,965	2.7%	1,285,404	2.4%	323,561	25.2%
TOTAL EQUITY CAPITAL	3,988,814	6.7%	3,455,621	6.5%	533,193	15.4%
TOT LIAB & CAPITAL	59,961,263	100.0%	53,484,857	100.0%	6,476,406	12.1%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF MARCH 31, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND DUE FROM	3516476	398947	21216	2424	18288	3957351
SECURITIES	9908439	7363098	22983	14804	10024	17319348
FED FUNDS SOLD	796993	212704	12060	0	9250	1031007
LOANS & LEASES	23673752	10037698	172970	939	944391	34829750
LOAN LOSS RESERVE	272408	76273	1268	0	2564	352513
NET LOANS & LEASES	23401344	9961425	171702	939	941827	34477237
TRADING ACCTS ASSETS	52012	399207	0	0	0	451219
FIXED ASSETS	464284	75369	2652	2518	0	544823
OTHER REAL ESTATE	72780	36932	340	0	0	110052
INVESTMENTS IN SUBS	9232	23616	370	233	0	33451
CUSTOMERS' LIABILITY	12183	0	173	0	2803	15159
INTANGIBLE ASSETS	45401	857887	348	0	0	903636
OTHER ASSETS	687956	399585	8498	4470	17471	1117980
TOTAL ASSETS	38967100	19728770	240342	25388	999663	59961263
LIABILITIES						
NONINT BEARING DEPS	5206310	392014	27280	0	32550	5658154
INTEREST BEARG DEPS	27580719	15294092	157693	0	144056	43176560
TOTAL DEPOSITS	32787029	15686106	184973	0	176606	48834714
FED FUNDS PURCHASED	2181629	1256165	0	0	10152	3447946
NOTES TO US TREASURY	138746	0	0	0	0	138746
OTHER BORROWINGS	289813	956713	2592	0	0	1249118
MORTGAGE & CAP LEASE	43878	15894	0	0	0	59772
BANK'S LIABILITY	12183	0	173	0	2737	15093
SUBORDINATED NOTES	197854	296029	0	0	0	493883
OTHER LIABILITIES	569922	317097	36832	2413	806913	1733177
TOTAL LIABILITIES	36221054	18528004	224570	2413	996408	55972449
LTD-LIFE PREFERRED	0	0	0	0	0	0
EQUITY CAPITAL						
PREFERRED STOCK	25412	0	0	0	0	25412
COMMON STOCK	329346	35985	2490	3150	0	370971
SURPLUS	1172824	790313	11639	7810	880	1983466
UNDIVIDED PROFITS	1218464	374468	1643	12015	2375	1608965
TOTAL EQUITY CAPITAL	2746046	1200766	15772	22975	3255	3988814
TOTAL LIAB & CAPITAL	38967100	19728770	240342	25388	999663	59961263

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/86 TO 03/31/86	01/01/85 TO 03/31/85	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	1,389,017	1,303,846	85,171	6.53%
TOTAL INTEREST EXPENSE	944,629	922,259	22,370	2.43%
NET INTEREST INCOME	444,388	381,587	62,801	16.46%
PROVISION-LOAN/LEASE LOSSES	43,024	23,282	19,742	84.80%
TOTAL NONINTEREST INCOME	127,099	96,933	30,166	31.12%
GAIN/LOSS ON SECURITIES	20,338	4,430	15,908	359.10%
TOTAL NONINTEREST EXPENSE	420,251	343,782	76,469	22.24%
INCOME BEFORE INCOME TAXES	128,550	115,886	12,664	10.93%
APPLICABLE INCOME TAXES	20,667	19,598	1,069	5.45%
INCOME BEFORE EXTRAORDINARY	107,883	96,288	11,595	12.04%
EXTRAORDINARY/ADJUSTMENTS	7,054	13,050	(5,996)	-45.95%
NET INCOME	114,937	109,338	5,599	5.12%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
FIRST QUARTER ENDED MARCH 31, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	628087	265408	4457	20	897972
ON LEASE FINANCING	7088	0	1	0	7089
DEPOSITORY INSTITUTIONS	28857	6230	135	1	35223
INT/DIV ON SECURITY	229137	193106	549	357	423149
IN TRADING ACCTS	699	4073	0	0	4772
ON FED FUNDS SOLD	16060	4406	346	0	20812
TOTAL INTEREST INCOME	909928	473223	5488	378	1389017
INTEREST EXPENSE					
ON DEPOSITS	504945	322662	3014	0	830621
ON FED FUNDS PURCH	37082	33038	0	0	70120
ON BORROWINGS	9811	21598	6	0	31415
MORTGAGE & CAP LEASES	1240	1103	0	0	2343
ON SUBORDINATED NOTES	3353	6777	0	0	10130
TOTAL INTEREST EXP	556431	385178	3020	0	944629
NET INTEREST INCOME	353497	88045	2468	378	444388
LOAN/LEASE LOSS PROVISION	26026	16883	115	0	43024
NONINTEREST INCOME					
FIDUCIARY ACTIVITIES	15960	0	0	0	15960
SERVICE CHARGES	20029	11165	179	2512	33885
TRADG G/L-FOREIGN EXC	129	0	0	0	129
OTHER FOREIGN TRANS G/L	35	0	0	0	35
TRADING ACCTS G/L	422	0	0	0	422
OTHER NONINTEREST INC	58369	12868	619	4812	76668
TOTAL NONINTEREST INC	94944	24033	798	7324	127099
GAIN/LOSS ON SECURITY	5089	15053	21	175	20338
NONINTEREST EXPENSE					
SALARIES & BENEFITS	148499	41040	1164	1711	192414
PREMISES & FIXED ASSETS	43717	13199	305	250	57471
OTHER NONINTEREST EXP	120048	45460	617	4241	170366
TOTAL NONINTEREST EXP	312264	99699	2086	6202	420251
INCOME BEFORE INC TAXES	115240	10549	1086	1675	128550
INCOME TAXES	11674	8269	55	669	20667
EXTRAORDINARY/ADJUSTMENTS	57	7000	-3	0	7054
NET INCOME	103623	9280	1028	1006	114937

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	03/31/86		12/31/85		03/31/85	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	128	1,301	128	1,287	133	1,230
SAVINGS BANKS	6	174	5	163	6	166
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	7	0	7	0	6	0
FOREIGN BANK OFFICES	-	9	-	9	-	9
TOTAL STATE BANKS	146	1,489	145	1,464	150	1,410

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

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NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: June 6, 1986

HARRISBURG - Secretary of Banking Ben McEnteer today announced a realignment of duties within the Department of Banking's Consumer Credit and Administrative Services Bureaus.

Frederick A. George has been appointed director of the Consumer Credit Bureau. George is a career employe of the Department of Banking, having joined that Department in September, 1960 as an examiner. In 1970, he became an examination supervisor and in May of 1976 was appointed assistant director of the Bureau.

George and his wife, Missy, are residents of Mechanicsburg, PA.

Mr. Louis D. Bensinger will assume the position of assistant director of the Consumer Credit Bureau where for 16 years he has been an examiner and supervisor.

Bensinger and his wife, Patricia, are resident of Harrisburg, PA.

In these capacities George and Bensinger will have responsibility for the supervision and licensing of state-chartered credit unions, consumer discount companies, money transmitters, pawnbrokers, collector-repossessors, sales finance companies, installment sellers and secondary mortgage lenders.

Larry A. Klein has been appointed director of the Administrative Services Bureau in the Department of Banking where he served since 1981 as personnel director.

Klein is a native of Harrisburg and presently resides with his wife, Beth, and their family, in Dillsburg, PA.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** June 19, 1986

HARRISBURG - The Pennsylvania Attorney General's Office, in conjunction with the Governor's Office of General Counsel, today filed in the United States District Court for the Eastern District of Pennsylvania, on behalf of Ben McEnteer, Secretary of Banking for the Commonwealth, a complaint which seeks to set aside a decision of the United States Comptroller of the Currency.

The complaint asks the court to preliminarily and permanently enjoin the Bank of New Jersey, N.A. and Horizon Bancorp, a New Jersey bank holding company, from violating federal and Pennsylvania laws as the result of the Comptroller's approval for Bank of New Jersey, N.A. to move its main office from Morristown, NJ to Philadelphia.

On May 5, 1985, Bank of New Jersey, N.A. filed an application with the Comptroller of the Currency to relocate their Morristown main office to Rittenhouse Square in Philadelphia. Although the Department of Banking filed a strong letter of protest, approval for relocation was granted a year later on May 13, 1986, and Bank of New Jersey opened for business in Philadelphia on May 27, 1986.

Approval was based on a provision in the National Bank Act (12 USC Section 30) which was first enacted in 1886 and which granted the Office of the Comptroller the authority to approve changes in location and limited relocation "to any other place within the same State not more than

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

thirty (30) miles distant." This authority was not amended until 1959, and although the phrase "within the same State" was deleted, the legislative history of that amendment indicates that there was no intention to grant the OCC power to permit interstate relocation.

Secretary of Banking Ben McEnteer said, "It is our opinion that approval of the application also is contrary to Section 1842(d) (Douglas Amendment) of the Bank Holding Company Act, as well as Section 115 of the Pennsylvania Banking Code."

The Bank Holding Company Act expressly limits the acquisition of out-of-state banks by any bank holding company to those states where such acquisition is specifically authorized by the statute laws of the state in which such bank is located.

Section 115 of the Pennsylvania Banking Code provides that "No bank holding company other than a Pennsylvania bank holding company may control an institution...." A Pennsylvania bank holding company further is defined as "a bank holding company whose banking subsidiaries' operations are principally conducted in this State as determined by the state in which total deposits of all such banking subsidiaries are largest."

"Final passage of Pennsylvania's interstate banking bill will not affect in any way our decision to proceed with this action," Secretary McEnteer stated. "The Banking Code in our view clearly prohibits this activity with or without an interstate statute."

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

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NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: August 8, 1986

HARRISBURG - Pennsylvania recently served as host state of a meeting held in Hershey, Pennsylvania, which was sponsored by the Pennsylvania Department of Banking. Secretary of Banking Ben McEnteer moderated the sessions which dealt with the procedures and techniques to be employed between state banking departments in the regulation and supervision of banks and bank holding companies as a result of interstate banking transactions. The new law requires all bank holding companies which involve national banks, as well as those involving state chartered banks, to seek the approval of the Department of Banking in each transaction.

The purpose of the meeting was "to openly discuss and exchange ideas that hopefully will make interstate banking and its regulation and supervision simplified yet meaningful to us as regulators and not overly burdensome to the banks and bank holding companies that will be involved," said Secretary McEnteer.

Attending the meeting were banking commissioners and staffs from the States of Delaware, Kentucky, Maryland, New Jersey, Ohio, Virginia, and West Virginia, which represent all of the other states included within the Pennsylvania region. Also participating in the meeting were representatives of the Office of the Comptroller of the Currency, the Federal Deposit Insurance Corporation, and several Federal Reserve Banks from those geographic areas affected by the interstate banking legislation which was signed into law by Governor Dick Thornburgh on June 25, 1986. The law becomes effective 60 days from the signing.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Wednesday, September 24, 1986

Secretary of Banking Ben McEnteer today released information showing the financial condition and operating results of certain Pennsylvania state-chartered financial institutions as of June 30, 1986.

Those reporting institutions included 129 commercial banks, six savings banks, five private banks, and nine trust companies. In addition there were ten foreign bank branch offices. These 149 institutions (one less than the previous year) maintained 1,593 branch offices, 157 of which were remote service facilities (ATMs).

The consolidated reports show increases in total assets and earnings over the same period last year, indicative of the Pennsylvania banking industry's continued positive participation in the Commonwealth's improved economic conditions.

Total assets of reporting institutions as of June 30, 1986, were approximately $63 billion, an increase of $7.0 billion or 12.5 percent over that reported as of June 30, 1985.

An increase in total loans of $4.2 billion assisted the expanding economy; and an increase of $2.6 billion in investment securities as a result of this expansion, were the principal factors in asset growth.

On the liability side, increases of $5.0 billion or 10.8 percent in total deposits and $621 million or 17.2 percent in equity capital were achieved during the 12-month period. The increases in these items, again, reflected the Pennsylvania state-chartered banks' impressive performance in the improved economy.

The various reporting institutions continued to show steady growth. The 129 commercial banks recorded total assets of about $42 billion, an increase of approximately $5.5 billion over that of June 30, 1985. Total assets of the six savings banks were $19.5 billion, a $1.3 billion increase. A $38 million increase in assets to $251 million was reported by our five private banks. The nine trust companies had $27 million in total assets, reflecting a growth of over $4 million, and the ten foreign bank offices in Commonwealth reported combined assets of about $970 million, which represented an increase of $205 million or 26.8 percent over last year.

Total earnings for the first half of 1986, excluding foreign bank offices, amounted to $241 million, an increase of $5 million over the same period last year. Net income for the first six months of 1986 for the commercial banks was $214.5 million which represented an increase of $28.7 million or 15.4 percent. The net income of $22 million of the six savings banks for the second quarter ending June 30, 1986, is a significant improvement over the first quarter earnings of $9.3 million. The combined earnings of $4.5 million for the private banks and trust companies is slightly higher than last year's earnings.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	Commercial Banks	Savings Banks	Other** Banks	Total State
06/30/86				
1. Capital to Assets Ratio	7.0	6.2	15.1	6.8
2. Return on Assets*	1.0	0.2	3.2	0.8
3. Return on Capital*	14.4	3.6	21.5	11.4
4. Yield on Loans*	10.4	10.7	10.1	10.5
5. Yield on Securities*	9.1	9.8	8.9	9.4
6. Average Cost on Deposits*	7.1	8.5	7.3	7.5
7. Loans to Deposits	72.4	65.7	91.6	70.4
03/31/86				
1. Capital to Assets Ratio	7.7	6.4	15.0	7.2
2. Return on Assets*	1.1	0.2	3.1	0.8
3. Return on Capital*	15.1	3.1	21.0	11.5
4. Yield on Loans*	10.7	10.6	10.3	10.4
5. Yield on Securities*	9.3	10.5	9.6	9.8
6. Average Cost on Deposits*	7.3	8.4	7.6	7.7
7. Loans to Deposits	72.2	64.0	94.0	71.3
12/31/85				
1. Capital to Assets Ratio	7.5	6.1	16.3	7.1
2. Return on Assets	1.0	0.4	2.7	0.8
3. Return on Capital	14.4	6.7	17.1	12.2
4. Yield on Loans	10.6	10.7	11.1	10.6
5. Yield on Securities	9.1	9.3	7.2	9.1
6. Average Cost on Deposits	7.6	8.8	7.3	8.0
7. Loans to Deposits	71.0	73.2	80.3	71.8

* Annualized rates.
** Including private banks and trust companies.

Attention is also directed to the attached tables for additional information.

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TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	JUNE 30, 1986		JUNE 30, 1985		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND DUE FROM	4,211,686	6.7%	3,843,469	6.9%	368,217	9.6%
SECURITIES	17,839,940	28.3%	15,272,057	27.3%	2,567,883	16.8%
FED FUNDS SOLD	1,334,846	2.1%	929,647	1.7%	405,199	43.6%
LOANS & LEASES	37,149,291	59.0%	32,942,509	58.9%	4,206,782	12.8%
LOAN LOSS RESERVE	391,657	0.6%	298,296	0.5%	93,361	31.3%
NET LOANS & LEASES	36,757,634	58.4%	32,644,213	58.3%	4,113,421	12.6%
TRADING ACCTS	54,187	0.1%	27,022	0.0%	27,165	100.5%
FIXED ASSETS	524,266	0.8%	538,763	1.0%	(14,497)	-2.7%
OTHER REAL ESTATE	83,654	0.1%	76,775	0.1%	6,879	9.0%
INVESTMENTS IN SUBS	38,500	0.1%	20,967	0.0%	17,533	83.6%
CUSTOMERS' LIABILITY	17,038	0.0%	14,974	0.0%	2,064	13.8%
INTANGIBLE ASSETS	891,759	1.4%	876,340	1.6%	15,419	1.8%
OTHER ASSETS	1,236,214	2.0%	1,731,862	3.1%	(495,648)	-28.6%
TOTAL ASSETS	62,989,724	100.0%	55,976,089	100.0%	7,013,635	12.5%
LIABILITIES						
NONINT BEARING DEPS	6,445,963	10.2%	5,188,254	9.3%	1,257,709	24.2%
INTEREST BEARG DEPS	45,135,538	71.7%	41,351,457	73.9%	3,784,081	9.2%
TOTAL DEPOSITS	51,581,501	81.9%	46,539,711	83.1%	5,041,790	10.8%
FED FUNDS PURCHASED	3,122,102	5.0%	2,648,249	4.7%	473,853	17.9%
NOTES TO US TREASURY	281,449	0.4%	260,350	0.5%	21,099	8.1%
OTHER BORROWINGS	1,514,108	2.4%	1,010,175	1.8%	503,933	49.9%
MORTGAGE & CAP LEASE	59,346	0.1%	55,744	0.1%	3,602	6.5%
BANK'S LIABILITY	17,080	0.0%	14,974	0.0%	2,106	14.1%
SUBORDINATED NOTES	486,504	0.8%	415,460	0.7%	71,044	17.1%
OTHER LIABILITIES	1,689,365	2.7%	1,414,502	2.5%	274,863	19.4%
TOTAL LIABILITIES	58,751,455	93.3%	52,359,165	93.5%	6,392,290	12.2%
LTD-LIFE PREFERRED	0	0.0%	0	0.0%	0	0.0%
EQUITY CAPITAL						
PREFERRED STOCK	25,412	0.0%	25,411	0.0%	1	0.0%
COMMON STOCK	397,190	0.6%	365,727	0.7%	31,463	8.6%
SURPLUS	2,075,947	3.3%	1,833,829	3.3%	242,118	13.2%
UNDIVIDED PROFITS	1,739,720	2.8%	1,391,957	2.5%	347,763	25.0%
TOTAL EQUITY CAPITAL	4,238,269	6.7%	3,616,924	6.5%	621,345	17.2%
TOT LIAB & CAPITAL	62,989,724	100.0%	55,976,089	100.0%	7,013,635	12.5%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF JUNE 30, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND DUE FROM	3,836,593	340,517	20,220	2,425	11,931	4,211,686
SECURITIES	10,387,510	7,400,393	23,288	16,699	12,050	17,839,940
FED FUNDS SOLD	1,101,169	208,620	17,607	450	7,000	1,334,846
LOANS & LEASES	25,878,008	10,167,950	179,489	853	922,991	37,149,291
LOAN LOSS RESERVE	313,912	73,776	1,350	0	2,619	391,657
NET LOANS & LEASES	25,564,096	10,094,174	178,139	853	920,372	36,757,634
TRADING ACCTS ASSETS	28,213	25,001	973	0	0	54,187
FIXED ASSETS	489,461	29,529	2,666	2,610	0	524,266
OTHER REAL ESTATE	52,008	31,331	315	0	0	83,654
INVESTMENTS IN SUBS	9,172	28,302	793	233	0	38,500
CUSTOMERS' LIABILITY	13,198	0	197	0	3,643	17,038
INTANGIBLE ASSETS	46,533	844,853	334	39	0	891,759
OTHER ASSETS	716,869	493,830	6,914	3,897	14,704	1,236,214
TOTAL ASSETS	42,244,822	19,496,550	251,446	27,206	969,700	62,989,724
LIABILITIES						
NONINT BEARING DEPS	5,918,700	462,426	33,911	0	30,926	6,445,963
INTEREST BEARG DEPS	29,839,952	15,017,607	163,002	0	114,977	45,135,538
TOTAL DEPOSITS	35,758,652	15,480,033	196,913	0	145,903	51,581,501
FED FUNDS PURCHASED	2,093,587	1,016,512	0	0	12,003	3,122,102
NOTES TO US TREASURY	281,449	0	0	0	0	281,449
OTHER BORROWINGS	301,069	1,207,445	3,592	0	2,002	1,514,108
MORTGAGE & CAP LEASE	44,247	15,099	0	0	0	59,346
BANK'S LIABILITY	13,198	0	197	0	3,685	17,080
SUBORDINATED NOTES	190,500	296,004	0	0	0	486,504
OTHER LIABILITIES	587,651	271,140	33,700	2,145	794,729	1,689,365
TOTAL LIABILITIES	39,270,353	18,286,233	234,402	2,145	958,322	58,751,455
LTD-LIFE PREFERRED	0	0	0	0	0	0
EQUITY CAPITAL						
PREFERRED STOCK	25,412	0	0	0	0	25,412
COMMON STOCK	355,065	35,985	2,490	3,650	0	397,190
SURPLUS	1,254,005	792,748	11,647	8,060	9,487	2,075,947
UNDIVIDED PROFITS	1,339,987	381,584	2,907	13,351	1,891	1,739,720
TOTAL EQUITY CAPITAL	2,974,469	1,210,317	17,044	25,061	11,378	4,238,269
TOTAL LIAB & CAPITAL	42,244,822	19,496,550	251,446	27,206	969,700	62,989,724

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/86 TO 06/30/86	01/01/85 TO 06/30/85	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	2,863,744	2,667,652	196,092	7.4%
TOTAL INTEREST EXPENSE	1,916,296	1,862,131	54,165	2.9%
NET INTEREST INCOME	947,448	805,521	141,927	17.6%
PROVISION-LOAN/LEASE LOSSES	84,077	59,713	24,364	40.8%
TOTAL NONINTEREST INCOME	260,211	214,814	45,397	21.1%
GAIN/LOSS ON SECURITIES	48,540	1,011	47,529	>200.0%
TOTAL NONINTEREST EXPENSE	903,631	720,939	182,692	25.3%
INCOME BEFORE INCOME TAXES	268,491	240,694	27,797	11.5%
APPLICABLE INCOME TAXES	43,635	44,070	(435)	-1.0%
INCOME BEFORE EXTRAORDINARY	224,856	196,624	28,232	14.4%
EXTRAORDINARY/ADJUSTMENTS	16,118	39,140	(23,022)	-58.8%
NET INCOME	240,974	235,764	5,210	2.2%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
FIRST SIX MONTHS ENDED JUNE 30, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	1,335,688	542,238	9,112	39	1,887,077
ON LEASE FINANCING	16,385	0	0	0	16,385
DEPOSITORY INSTITUTIONS	61,019	11,497	234	1	72,751
INT/DIV ON SECURITY	470,398	361,832	988	782	834,000
IN TRADING ACCTS	1,193	9,767	0	0	10,960
ON FED FUNDS SOLD	32,471	9,443	655	2	42,571
TOTAL INTEREST INCOME	1,917,154	934,777	10,989	824	2,863,744
INTEREST EXPENSE					
ON DEPEPOSITS	1,055,072	638,196	5,979	0	1,699,247
ON FED FUNDS PURCH	74,882	54,510	3	0	129,395
ON BORROWINGS	17,656	46,054	67	0	63,777
MORTGAGE & CAP LEASES	2,440	498	0	0	2,938
ON SUBORDINATED NOTES	7,580	13,359	0	0	20,939
TOTAL INTEREST EXP	1,157,630	752,617	6,049	0	1,916,296
NET INTEREST INCOME	759,524	182,160	4,940	824	947,448
LOAN/LEASE LOSS PROVISION	61,205	22,543	329	0	84,077
NONINTEREST INCOME					
FIDUCIARY ACTIVITIES	32,267	0	0	0	32,267
SERVICE CHARGES	44,182	22,605	374	8,818	75,979
TRADG G/L-FOREIGN EXC	212	5,231	0	0	5,443
OTHER FOREIGN TRANS G/L	112	(2,040)	0	0	(1,928)
TRADE ACCTS G/L	599	1,381	0	0	1,980
OTHER NONINTEREST INC	121,931	21,663	1,702	5,746	151,042
TOTAL NONINTEREST INC	199,303	44,268	2,076	14,564	260,211
GAIN//LOSS ON SECURITY	19,704	28,281	172	383	48,540
NONINTEREST EXPENSE					
SALARIES & BENEFITS	311,760	84,568	2,246	3,691	402,265
PREMISES & FIXED ASSETS	93,518	28,145	568	510	122,741
OTHER NONINTEREST EXP	273,613	94,876	1,362	8,774	378,625
TOTAL NONINTEREST EXP	678,891	207,589	4,176	12,975	903,631
INCOME BEFORE INC TAXES	238,435	24,577	2,683	2,796	268,491
INCOME TAXES	24,193	18,454	107	881	43,635
EXTRAORDINARY/ADJUSTMENTS	242	15,849	27	0	16,118
NET INCOME	214,484	21,972	2,603	1,915	240,974

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	06/30/86		03/31/86		06/30/85	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	129	1,403	128	1,301	132	1,247
SAVINGS BANKS	6	175	6	174	6	165
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	9	0	7	0	7	0
FOREIGN BANK OFFICES	-	10	-	9	-	9
TOTAL STATE BANKS	149	1,593	146	1,489	150	1,426

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Friday, December 5, 1986

Secretary of Banking Ben McEnteer today released information showing the financial condition and operating results of certain Pennsylvania state-chartered financial institutions as of September 30, 1986.

Those reporting institutions included 129 commercial banks, six savings banks, five private banks, and nine trust companies. In addition there were ten foreign bank branch offices. These 149 institutions (one less than the previous year) maintained 1,612 branch offices, 170 of which were remote service facilities (ATMs).

The consolidated reports show increases in total assets and earnings over the same period last year, indicative of the Pennsylvania banking industry's continued positive participation in the Commonwealth's improved economic conditions.

Total assets of reporting institutions as of September 30, 1986, were approximately $62 billion, an increase of $5.4 billion or 9.6 percent over that reported as of September 30, 1985. Steady growth was recorded by all of the various reporting institutions, led by commercial banks with an increase of approximately $3.5 billion in assets to about $41 billion and a $1.2 billion increase for savings banks to a new level of $20.1 billion in assets. Deposits increased $2.6 billion and loan demand caused an increase of $3.1 billion in total loans. These factors, again, reflected the Pennsylvania state-chartered banks' impressive performance in the improved economy.

A $54 million increase in assets to $272 million was reported by our five private banks. The nine trust companies had $29 million in total assets, reflecting a growth of over $4 million, and the ten foreign bank offices in the Commonwealth reported combined assets of about $676 million.

Total earnings for the first nine-months of 1986, excluding foreign bank offices, amounted to $373 million, an increase of $14.9 million over the same period last year. Net income for the first nine months of 1986 for the commercial banks was $327.2 million which represented an increase of $36.3 million or 12.5 percent. The net income of $39.3 million of the six savings banks for the third quarter ending September 30, 1986, is a significant improvement over the last quarter earnings of $22.0 million. The combined earnings of $6.2 million for the private banks and trust companies is $1 million or 19.2 percent higher than last year's earnings.

PERTINENT ANALYSIS RATIOS

(In Percent)

	Commercial Banks	Savings Banks	Other** Banks	Total State
09/30/86				
1. Capital to Assets Ratio	7.2	6.1	14.7	6.9
2. Return on Assets*	1.1	0.3	2.8	0.8
3. Return on Capital*	14.7	4.3	18.7	11.7
4. Yield on Loans*	10.1	10.5	9.1	10.2
5. Yield on Securities*	8.5	9.0	8.5	8.7
6. Average Cost on Deposits*	6.7	8.5	6.8	7.3
7. Loans to Deposits	73.4	67.4	97.4	71.7
06/30/86				
1. Capital to Assets Ratio	7.0	6.2	15.1	6.8
2. Return on Assets*	1.0	0.2	3.2	0.8
3. Return on Capital*	14.4	3.6	21.5	11.4
4. Yield on Loans*	10.4	10.7	10.1	10.5
5. Yield on Securities*	9.1	9.8	8.9	9.4
6. Average Cost on Deposits*	7.1	8.5	7.3	7.5
7. Loans to Deposits	72.4	65.7	91.6	70.4
12/31/85				
1. Capital to Assets Ratio	7.5	6.1	16.3	7.1
2. Return on Assets	1.0	0.4	2.7	0.8
3. Return on Capital	14.4	6.7	17.1	12.2
4. Yield on Loans	10.6	10.7	11.1	10.6
5. Yield on Securities	9.1	9.3	7.2	9.1
6. Average Cost on Deposits	7.6	8.8	7.3	8.0
7. Loans to Deposits	71.0	73.2	80.3	71.8

* Annualized rates.
** Including private banks and trust companies.

Attention is also directed to the attached tables for additional information.

##

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	SEPTEMBER 30, 1986		SEPTEMBER 30, 1985		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
SSETS						
ASH AND DUE FROM	3,741,156	6.0%	3,964,179	7.0%	(223,023)	-5.6%
ECURITIES	18,602,887	29.8%	15,667,932	27.5%	2,934,955	18.7%
ED FUNDS SOLD	925,819	1.5%	1,386,058	2.4%	(460,239)	-33.2%
OANS & LEASES	36,599,663	58.7%	33,404,700	58.7%	3,194,963	9.6%
OAN LOSS RESERVE	382,054	0.6%	306,525	0.5%	75,529	24.6%
ET LOANS & LEASES	36,217,609	58.1%	33,098,175	58.2%	3,119,434	9.4%
RADING ACCT ASSETS	81,246	0.1%	14,801	0.0%	66,445	448.9%
IXED ASSETS	566,767	0.9%	558,025	1.0%	8,742	1.6%
THER REAL ESTATE	105,650	0.2%	88,685	0.2%	16,965	19.1%
NVESTMENTS IN SUBS	35,908	0.1%	23,818	0.0%	12,090	50.8%
USTOMERS' LIABILITY	28,770	0.0%	11,113	0.0%	17,657	158.9%
NTANGIBLE ASSETS	877,438	1.4%	937,310	1.6%	(59,872)	-6.4%
THER ASSETS	1,141,495	1.8%	1,137,190	2.0%	4,305	0.4%
OTAL ASSETS	62,324,745	100.0%	56,887,286	100.0%	5,437,459	9.6%
IABILITIES						
ONINT BEARING DEPS	5,674,263	9.1%	6,873,864	12.1%	(1,199,601)	-17.5%
NTEREST BEARG DEPS	44,633,874	71.6%	40,871,258	71.8%	3,762,616	9.2%
OTAL DEPOSITS	50,308,137	80.7%	47,745,122	83.9%	2,563,015	5.4%
ED FUNDS PURCHASED	3,900,518	6.3%	2,747,713	4.8%	1,152,805	42.0%
OTES TO US TREASURY	263,105	0.4%	174,518	0.3%	88,587	50.8%
THER BORROWINGS	1,551,764	2.5%	1,069,915	1.9%	481,849	45.0%
ORTGAGE & CAP LEASE	57,646	0.1%	58,191	0.1%	(545)	-0.9%
ANK'S LIABILITY	28,832	0.0%	11,113	0.0%	17,719	159.4%
UBORDINATED NOTES	536,669	0.9%	411,739	0.7%	124,930	30.3%
THER LIABILITIES	1,435,662	2.3%	938,932	1.7%	496,730	52.9%
OTAL LIABILITIES	58,082,333	93.2%	53,157,243	93.4%	4,925,090	9.3%
TD-LIFE PREFERRED	0	0.0%	0	0.0%	0	0.0%
QUITY CAPITAL						
REFERRED STOCK	25,412	0.0%	28,959	0.1%	(3,547)	-12.2%
OMMON STOCK	367,726	0.6%	369,512	0.6%	(1,786)	-0.5%
URPLUS	2,056,507	3.3%	1,866,460	3.3%	190,047	10.2%
NDIVIDED PROFITS	1,792,767	2.9%	1,465,112	2.6%	327,655	22.4%
OTAL EQUITY CAPITAL	4,242,412	6.8%	3,730,043	6.6%	512,369	13.7%
OT LIAB & CAPITAL	62,324,745	100.0%	56,887,286	100.0%	5,437,459	9.6%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF SEPTEMBER 30, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND DUE FROM	3305029	407241	21726	2448	4712	3741156
SECURITIES	10641053	7894766	25367	16959	24742	18602887
FED FUNDS SOLD	755590	152992	12862	350	4025	925819
LOANS & LEASES	25559991	10218771	201722	826	618353	36599663
LOAN LOSS RESERVE	298952	78955	1466	0	2681	382054
NET LOANS & LEASES	25261039	10139816	200256	826	615672	36217609
TRADING ACCT ASSETS	13935	65996	1315	0	0	81246
FIXED ASSETS	480839	80503	2655	2770	0	566767
OTHER REAL ESTATE	48085	57198	367	0	0	105650
INVESTMENTS IN SUBS	9366	25622	687	233	0	35908
CUSTOMERS' LIABILITY	13209	0	23	0	15538	28770
INTANGIBLE ASSETS	44928	832152	321	37	0	877438
OTHER ASSETS	688048	430735	6663	4973	11076	1141495
TOTAL ASSETS	41261121	20087021	272242	28596	675765	62324745
LIABILITIES						
NONINT BEARING DEPS	5156342	458320	31110	0	28491	5674263
INTEREST BEARG DEPS	29646978	14696030	176819	0	114047	44633874
TOTAL DEPOSITS	34803320	15154350	207929	0	142538	50308137
FED FUNDS PURCHASED	2172971	1708044	4500	0	15003	3900518
NOTES TO US TREASURY	263105	0	0	0	0	263105
OTHER BORROWINGS	305261	1244501	0	0	2002	1551764
MORTGAGE & CAP LEASE	42760	14886	0	0	0	57646
BANK'S LIABILITY	13209	0	23	0	15600	28832
SUBORDINATED NOTES	125689	410980	0	0	0	536669
OTHER LIABILITIES	572180	329836	41397	2669	489580	1435662
TOTAL LIABILITIES	38298495	18862597	253849	2669	664723	58082333
LTD-LIFE PREFERRED	0	0	0	0	0	0
EQUITY CAPITAL						
PREFERRED STOCK	25412	0	0	0	0	25412
COMMON STOCK	324801	35985	3290	3650	0	367726
SURPLUS	1233377	794731	11691	8060	8648	2056507
UNDIVIDED PROFITS	1379036	393708	3412	14217	2394	1792767
TOTAL EQUITY CAPITAL	2962626	1224424	18393	25927	11042	4242412
TOTAL LIAB & CAPITAL	41261121	20087021	272242	28596	675765	62324745

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/86 TO 09/30/86	01/01/85 TO 09/30/85	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	4,136,515	4,038,909	97,606	2.4%
TOTAL INTEREST EXPENSE	2,757,657	2,810,109	(52,452)	-1.9%
NET INTEREST INCOME	1,378,858	1,228,800	150,058	12.2%
PROVISION-LOAN/LEASE LOSSES	116,154	127,451	(11,297)	-8.9%
TOTAL NONINTEREST INCOME	377,986	373,523	4,463	1.2%
GAIN/LOSS ON SECURITIES	62,512	39,059	23,453	60.0%
TOTAL NONINTEREST EXPENSE	1,283,047	1,112,196	170,851	15.4%
INCOME BEFORE INCOME TAXES	420,155	401,735	18,420	4.6%
APPLICABLE INCOME TAXES	76,984	68,219	8,765	12.8%
INCOME BEFORE EXTRAORDINARY	343,171	333,516	9,655	2.9%
EXTRAORDINARY/ADJUSTMENTS	29,527	24,212	5,315	22.0%
NET INCOME	372,698	357,728	14,970	4.2%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
FIRST NINE MONTHS ENDED SEPTEMBER 30, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	1,906,551	807,039	13,708	57	2,727,355
ON LEASE FINANCING	23,176	0	0	0	23,176
DEPOSITORY INSTITUTIONS	82,172	16,546	459	1	99,178
INT/DIV ON SECURITIES	679,339	532,565	1,376	1,327	1,214,607
IN TRADING ACCTS	1,856	10,857	0	0	12,713
ON FED FUNDS SOLD	45,159	13,378	940	9	59,486
TOTAL INTEREST INCOME	2,738,253	1,380,385	16,483	1,394	4,136,515
INTEREST EXPENSE					
ON DEPOSITS	1,496,342	938,424	9,074	0	2,443,840
ON FED FUNDS PURCH	103,914	79,895	158	0	183,967
ON BORROWINGS	23,696	71,066	0	0	94,762
MORTGAGE & CAP LEASES	3,525	731	0	0	4,256
ON SUBORDINATED NOTES	9,721	21,111	0	0	30,832
TOTAL INTEREST EXPENSE	1,637,198	1,111,227	9,232	0	2,757,657
NET INTEREST INCOME	1,101,055	269,158	7,251	1,394	1,378,858
LOAN/LEASE LOSS PROVISION	83,837	31,875	441	1	116,154
NONINTEREST INCOME					
FIDUCIARY ACTIVITIES	45,702	0	0	0	45,702
SERVICE CHARGES	63,127	34,262	598	0	97,987
TRADG G/L-FOREIGN EXC	214	7,764	0	0	7,978
OTHER FOREIGN TRANS G/L	156	(3,533)	0	0	(3,377)
TRADE ACCTS G/L	661	2,051	0	0	2,712
OTHER NONINTEREST INC	158,343	50,068	2,420	22,435	233,266
TOTAL NONINTEREST INC	268,203	84,330	3,018	22,435	377,986
GAIN/LOSS ON SECURITIES	34,049	27,553	161	749	62,512
NONINTEREST EXPENSE					
SALARIES & BENEFITS	433,163	121,692	3,443	5,823	564,121
PREMISES & FIXED ASSETS	129,197	43,137	912	799	174,045
OTHER NONINTEREST EXP	388,620	140,677	2,117	13,467	544,881
TOTAL NONINTEREST EXP	950,980	305,506	6,472	20,089	1,283,047
INCOME BEFORE INC TAXES	368,490	43,660	3,517	4,488	420,155
INCOME TAXES	42,477	32,711	167	1,629	76,984
EXTRAORDINARY/ADJUSTMENTS	1,171	28,358	0	(2)	29,527
NET INCOME	327,184	39,307	3,350	2,857	372,698

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	09/30/86		06/30/86		09/30/85	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	129	1,426	129	1,403	132	1,269
SAVINGS BANKS	6	171	6	175	6	165
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	9	0	9	0	7	0
FOREIGN BANK OFFICES	-	10	-	10	-	9
TOTAL STATE BANKS	149	1,612	149	1,593	150	1,448

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

12/30/86

HARRISBURG - Paul H. Wentzel, Jr., executive assistant to the Secretary of Banking, Pennsylvania Department of Banking, recently was awarded the 1986 Sustained Superior Performance Award at an Employe Recognition Program held in Harrisburg.

Secretary of Banking Ben McEnteer presented Wentzel with the award for "sustained superior performance and exceptional achievement in the furtherance of the Department's goals of performing its regulatory function in a thorough, professional and efficient manner."

Wentzel, who has been with the Department of Banking since 1981, resides in Shillington, Pennsylvania.

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Copy sent to the Reading Eagle and Reading Times.

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

12/30/86

HARRISBURG - Ronnie L. Bucher, Bank Examiner II with the Pennsylvania Department of Banking, Banking Bureau, recently was awarded the 1986 Sustained Superior Performance Award at an Employe Recognition Program held in Harrisburg.

Secretary of Banking Ben McEnteer presented Bucher with the award for "sustained superior performance and exceptional achievement in the furtherance of the Department's goals of performing its regulatory function in a thorough, professional and efficient manner."

Bucher who has been with the Department of Banking for six and one-half years, resides in Ashland, PA with his wife, Judith.

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Copy sent to the Pottsville Republican and the News-Item, Shamokin

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE

12/30/86

HARRISBURG - Michael J. Dougherty, supervising examiner in the Pennsylvania Department of Banking, Savings Association Bureau, recently was awarded the 1986 Sustained Superior Performance Award at an Employe Recognition Program held in Harrisburg.

Secretary of Banking Ben McEnteer presented Dougherty with the award for "sustained superior performance and exceptional achievement in the furtherance of the Department's goals of performing its regulatory function in a thorough, professional and efficient manner."

Dougherty, who has been with the Department of Banking for 15 years, resides in Perry County with his wife, Jeanette.

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Copy sent to Perry County Times and The News-Sun, Newport, PA

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Dick Thornburgh
Governor

Ben McEnteer
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

12/86

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Secretary of Banking Ben McEnteer recently announced that Hugh A. Benson, Jr., assistant counsel in the Department of Banking since 1981, has been promoted to the position of chief counsel for the Department.

Prior to joining the Department of Banking, Benson was in private practice in Selinsgove, Pennsylvania.

Benson received his bachelor's degree in English/Education from Villanova University in 1973 and his doctorate of laws from Temple University School of Law in 1980.

A native of Philadelphia, Benson currently resides in Selinsgrove with his wife, Mary Ann, and their four children.

Secretary McEnteer simultaneously announced that David E. Shakespeare has assumed the duties of associate counsel for the Department of Banking.

Following service in the United States Air Force, Shakespeare received his bachelor's degree from Mansfield State College, Mansfield, PA in 1976, majoring in political science. In 1980, he was awarded a doctorate of laws from Franklin Pierce Law Center in Concord, New Hampshire. Prior to joining the Department of Banking, Shakespeare was engaged in private practice.

Shakespeare resides with his wife, Teresa, in Mechanicsburg. They have one daughter.

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Trade talk

Hugh A. Benson Jr. of Selinsgrove, assistant counsel in the state Department of Banking since 1981, has been promoted to chief counsel.

David E. Shakespeare of Mechanicsburg has been named associate counsel in the department.

Benson holds a bachelor's degree from Villanova University and a law degree from Temple University School of Law.

Shakespeare is a 1976 graduate of Mansfield State College and received a law degree from the Franklin Pierce Law Center in New Hampshire.

Michael T. Lee of Camp Hill has become an owner/member of the Gannett Fleming engineering firm.

Lee

Lee, a graduate of Pennsylvania State University with a degree in architectural engineering, joined the firm in 1973.

Jean Alan, president of Alan Health Care Services, announced the opening of an office at 1327 E. Market St., York. Georgette Wolf is director of patient services and Joan Boyd is service coordinator.

Wayne N. Sweger of Norfolk, Va., formerly of Harrisburg, was elected president of the Norfolk Hotel-Motel Association.

Sweger, who is director of operations for the Hotel Madison in Norfolk, is a son of the late Mark Sweger, who had been managing director of the Penn-Harris Hotel in Harrisburg for many years.

Gold

Vey

Rick A. Gold of York has been promoted to senior vice president of Dauphin Deposit Bank and Trust Co., responsible for management and administration of trust functions performed by the Financial Services Group.

Edward L. Vey of Harrisburg was promoted to senior vice president of the Trust Division of the Bank of Pennsylvania, a subsidiary of Dauphin Deposit Corp.

Gold began his career with Southern Pennsylvania Bank, which merged with Dauphin Deposit Bank and Trust Co. in 1982. He was director of marketing at the time of the merger.

Prior to joining the Bank of Pennsylvania staff recently, Vey was vice president and trust officer for Dauphin Deposit Bank and Trust Co.

Susan J. Smith of Lancaster has been named advertising manager for Hersheypark & Arena, a division of Hershey Entertainment & Resort Co.

A graduate of Hollins College in Virginia, she had been with WLYH-TV before joining HERCO.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

William J. Beatty
Acting Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Friday, March 13, 1987

Acting Secretary of Banking William J. Beatty today released information showing the financial condition and operating results of Pennsylvania state-chartered banking institutions as of December 31, 1986.

Those reporting institutions included 126 commercial banks, eight savings banks, five private banks, and nine trust companies. In addition there were ten foreign bank branch offices. These 148 institutions maintain 1,670 branch offices, 206 of which are remote service facilities (ATMs).

The increases in total assets and in earnings of Pennsylvania state-chartered banking institutions in 1986 are indicative of Pennsylvania banking industry's continual positive participation in the Commonwealth's economy.

Total assets of reporting institutions as of December 31, 1986, were approximately $66 billion, an increase of $6.4 billion or 10.9 percent over that reported as of December 31, 1985. An increase in total loans of $3.3 billion assisted the expanding economy; and an increase of $2.8 billion in investment securities as a result of this expansion, were the principal factors in asset growth. Increases of $3.9 billion or 8.1 percent in total deposits and $525 million or 13.8 percent in equity capital were also achieved during the 12-month period.

The various reporting institutions continued to show steady growth. The 126 commercial banks recorded total assets of about $43 billion, an increase of approximately $3.9 billion over that of December 31, 1985. Total assets of the six savings banks were $21.8 billion, a $2.6 billion increase. A $45 million increase in assets to $269 million was reported by our five private banks. The nine trust companies had $30 million in total assets, reflecting a growth of over $5 million, and the ten foreign bank offices in Commonwealth reported combined assets of about $838 million.

Total earnings for the year 1986, excluding foreign bank offices, amounted to $488 million, an increase of $25.3 million over the same period last year. Net income of the commercial banks for the twelve-month period was $417.4 million which represented an increase of $34.7 million or 9.1 percent. The yearend net income for the six savings banks is about $63 million. The combined earnings of $8.0 million for the private banks and trust companies is $1 million or 18.4 percent higher than last year's earnings.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER** BANKS	TOTAL STATE
12/31/86				
1. Capital to Assets Ratio	7.7	6.2	15.8	7.2
2. Return on Assets	1.0	0.3	2.7	0.7
3. Return on Capital	13.9	4.9	17.5	11.3
4. Yield on Loans	9.7	10.3	9.9	9.6
5. Yield on Securities	8.6	8.2	8.2	8.4
6. Average Cost on Deposits	6.6	8.3	6.4	7.1
7. Loans to Deposits	74.0	70.6	81.2	74.3
09/30/86				
1. Capital to Assets Ratio	7.8	6.5	15.1	7.4
2. Return on Assets*	1.1	0.3	2.8	0.8
3. Return on Capital*	14.7	4.3	18.7	11.7
4. Yield on Loans*	10.1	10.5	9.1	10.2
5. Yield on Securities*	8.5	9.0	8.5	8.7
6. Average Cost on Deposits	6.7	8.5	6.8	7.3
7. Loans to Deposits	73.4	67.4	97.4	71.7
12/31/85				
1. Capital to Assets Ratio	7.5	6.1	16.3	7.1
2. Return on Assets	1.0	0.4	2.7	0.8
3. Return on Capital	14.4	6.7	17.1	12.2
4. Yield on Loans	10.6	10.7	11.1	10.6
5. Yield on Securities	9.1	9.3	7.2	9.1
6. Average Cost on Deposits	7.6	8.8	7.3	8.0
7. Loans to Deposits	71.0	73.2	80.3	71.8

* Annualized rates.
** Including private banks and trust companies.

Attention is also directed to the attached tables for additional information.

##

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	DECEMBER 31, 1986		DECEMBER 31, 1985		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSET						
CASH AND DUE FROM	4,398,062	6.70%	3,876,853	6.55%	521,209	13.44%
SECURITIES	18,921,656	28.81%	16,106,167	27.19%	2,815,489	17.48%
FED FUNDS SOLD	1,110,152	1.69%	1,199,014	2.02%	(88,862)	-7.41%
LOANS & LEASES	38,716,163	58.94%	35,425,175	59.81%	3,290,988	9.29%
LOAN LOSS RESERVE	389,778	0.59%	328,125	0.55%	61,653	18.79%
NET LOANS & LEASES	38,326,385	58.35%	35,097,050	59.25%	3,229,335	9.20%
TRADING ACCTS ASSETS	60,385	0.09%	24,745	0.04%	35,640	144.03%
FIXED ASSETS	598,597	0.91%	536,735	0.91%	61,862	11.53%
OTHER REAL ESTATE	96,789	0.15%	91,269	0.15%	5,520	6.05%
INVESTMENTS IN SUBS	51,084	0.08%	29,729	0.05%	21,355	71.83%
CUSTOMERS' LIABILITY	23,651	0.04%	24,458	0.04%	(807)	-3.30%
INTANGIBLE ASSETS	867,291	1.32%	924,454	1.56%	(57,163)	-6.18%
OTHER ASSETS	1,233,395	1.88%	1,320,185	2.23%	(86,790)	-6.57%
TOTAL ASSETS	65,687,447	100.00%	59,230,659	100.00%	6,456,788	10.90%
LIABILITIES						
NONINT BEARING DEPS	6,668,218	10.15%	5,761,099	9.73%	907,119	15.75%
INTEREST BEARG DEPS	45,471,363	69.22%	42,468,064	71.70%	3,003,299	7.07%
TOTAL DEPOSITS	52,139,581	79.38%	48,229,163	81.43%	3,910,418	8.11%
FED FUNDS PURCHASED	5,033,169	7.66%	3,662,524	6.18%	1,370,645	37.42%
NOTES TO US TREASURY	287,965	0.44%	248,514	0.42%	39,451	15.87%
OTHER BORROWINGS	1,551,926	2.36%	1,077,092	1.82%	474,834	44.08%
MORTGAGE & CAP LEASE	61,459	0.09%	58,717	0.10%	2,742	4.67%
BANKS' LIABILITY	23,646	0.04%	23,907	0.04%	(261)	-1.09%
SUBORDINATED NOTES	535,548	0.82%	405,597	0.68%	129,951	32.04%
OTHER LIABILITIES	1,717,263	2.61%	1,713,455	2.89%	3,808	0.22%
TOTAL LIABILITIES	61,350,557	93.40%	55,418,969	93.56%	5,931,588	10.70%
LTD-LIFE PREFERRED	0	0.00%	0	0.00%	0	0.00%
EQUITY CAPITAL						
PREFERRED STOCK	25,412	0.04%	28,959	0.05%	(3,547)	-12.25%
COMMON STOCK	371,453	0.57%	369,945	0.62%	1,508	0.41%
SURPLUS	2,129,264	3.24%	1,922,652	3.25%	206,612	10.75%
UNDIVIDED PROFITS	1,810,761	2.76%	1,490,134	2.52%	320,627	21.52%
TOTAL EQUITY CAPITAL	4,336,890	6.60%	3,811,690	6.44%	525,200	13.78%
TOTAL LIAB & CAPITAL	65,687,447	100.00%	59,230,659	100.00%	6,456,788	10.90%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF DECEMBER 31, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSET						
CASH AND DUE FROM	3,975,574	387,349	24,908	2,923	7,308	4,398,062
SECURITIES	10,346,630	8,505,494	27,323	17,798	24,411	18,921,656
FED FUNDS SOLD	797,308	292,605	14,839	400	5,000	1,110,152
LOANS & LEASES	26,654,626	11,087,912	190,965	802	781,858	38,716,163
LOAN LOSS RESERVE	305,745	79,483	1,602	0	2,948	389,778
NET LOANS & LEASES	26,348,881	11,008,429	189,363	802	778,910	38,326,385
TRADING ACCTS ASSETS	10,387	49,998	0	0	0	60,385
FIXED ASSETS	496,974	95,867	2,535	3,221	0	598,597
OTHER REAL ESTATE	47,726	48,963	100	0	0	96,789
INVESTMENTS IN SUBS	16,897	33,373	581	233	0	51,084
CUSTOMERS' LIABILITY	11,002	0	60	0	12,589	23,651
INTANGIBLE ASSETS	46,738	820,212	307	34	0	867,291
OTHER ASSETS	656,540	554,112	8,992	4,121	9,630	1,233,395
TOTAL ASSETS	42,754,657	21,796,402	269,008	29,532	837,848	65,687,447
LIABILITIES						
NONINT BEARING DEPS	6,067,744	518,379	46,202	0	35,893	6,668,218
INTEREST BEARG DEPS	29,967,221	15,194,295	190,010	0	119,837	45,471,363
TOTAL DEPOSITS	36,034,965	15,712,674	236,212	0	155,730	52,139,581
FED FUNDS PURCHASED	2,336,360	2,681,227	0	0	15,582	5,033,169
NOTES TO US TREASURY	287,965	0	0	0	0	287,965
OTHER BORROWINGS	334,029	1,215,888	0	0	2,009	1,551,926
MORTGAGE & CAP LEASE	46,931	14,528	0	0	0	61,459
BANKS' LIABILITY	11,002	0	60	0	12,584	23,646
SUBORDINATED NOTES	124,593	410,955	0	0	0	535,548
OTHER LIABILITIES	573,163	478,484	12,830	3,646	649,140	1,717,263
TOTAL LIABILITIES	39,749,008	20,513,756	249,102	3,646	835,045	61,350,557
LTD-LIFE PREFERRED	0	0	0	0	0	0
EQUITY CAPITAL						
PREFERRED STOCK	25,412	0	0	0	0	25,412
COMMON STOCK	326,727	36,986	4,090	3,650	0	371,453
SURPLUS	1,267,708	840,806	11,895	8,060	795	2,129,264
UNDIVIDED PROFITS	1,385,802	404,854	3,921	14,176	2,008	1,810,761
TOTAL EQUITY CAPITAL	3,005,649	1,282,646	19,906	25,886	2,803	4,336,890
TOTAL LIAB & CAPITAL	42,754,657	21,796,402	269,008	29,532	837,848	65,687,447

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/86 TO 12/31/86	01/01/85 TO 12/31/85	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	5,548,664	5,385,435	163,229	3.0%
TOTAL INTEREST EXPENSE	3,663,814	3,730,814	(67,000)	-1.8%
NET INTEREST INCOME	1,884,850	1,654,621	230,229	13.9%
PROVISION-LOAN/LEASE LOSSES	170,456	179,192	(8,736)	-4.9%
TOTAL NONINTEREST INCOME	527,585	506,450	21,135	4.2%
GAIN/LOSS ON SECURITIES	81,681	72,883	8,798	12.1%
TOTAL NONINTEREST EXPENSE	1,778,574	1,536,541	242,033	15.8%
INCOME BEFORE INCOME TAXES	545,086	518,221	26,865	5.2%
APPLICABLE INCOME TAXES	94,744	75,109	19,635	26.1%
INCOME BEFORE EXTRAORDINARY	450,342	443,112	7,230	1.6%
EXTRAORDINARY/ADJUSTMENTS	37,933	19,829	18,104	91.3%
NET INCOME	488,275	462,941	25,334	5.5%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE YEAR ENDED DECEMBER 31, 1986

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	2,547,686	1,136,754	18,825	75	3,703,340
ON LEASE FINANCING	29,833	0	1	0	29,834
DEPOSITORY INSTITUTIONS	108,739	21,620	555	3	130,917
INT/DIV ON SECURITIES	888,764	697,399	1,847	1,867	1,589,877
IN TRADING ACCOUNTS	1,589	15,233	3	0	16,825
ON FED FUNDS SOLD	56,934	19,678	1,245	14	77,871
TOTAL INTEREST INCOME	3,633,545	1,890,684	22,476	1,959	5,548,664
INTEREST EXPENSE					
ON DEPOSITS	1,964,862	1,256,419	12,155	0	3,233,436
ON FED FUNDS PURCH	135,685	119,279	222	0	255,186
ON BORROWINGS	32,977	92,715	0	0	125,692
MORTGAGE & CAP LEASES	4,695	1,089	0	0	5,784
ON SUBORDINATED NOTES	11,510	32,206	0	0	43,716
TOTAL INTEREST EXPENSE	2,149,729	1,501,708	12,377	0	3,663,814
NET INTEREST INCOME	1,483,816	388,976	10,099	1,959	1,884,850
LOAN/LEASE LOSS PROVISION	129,515	40,298	642	1	170,456
NONINTEREST INCOME					
FIDUCIARY ACTIVITIES	61,941	0	0	0	61,941
SERVICE CHARGES	84,789	47,495	817	0	133,101
TRADG G/L-FOREIGN EXC	255	10,472	0	0	10,727
OTHER FOREIGN TRANS G/L	233	(5,455)	0	0	(5,222)
TRAD ACCTS G/L	1,815	2,611	0	0	4,426
OTHER NONINTEREST INC	219,605	77,662	3,158	29,815	330,240
TOTAL NONINTEREST INC	368,638	125,157	3,975	29,815	527,585
GAIN/LOSS ON SECURITIES	50,451	29,204	311	1,715	81,681
NONINTEREST EXPENSE					
SALARIES & BENEFITS	578,626	176,700	4,876	8,242	768,444
PREMISES & FIXED ASSETS	180,292	61,223	1,156	1,117	243,788
OTHER NONINTEREST EXP	551,881	192,672	2,787	19,002	766,342
TOTAL NONINTEREST EXP	1,310,799	430,595	8,819	28,361	1,778,574
INCOME BEFORE INC TAXES	462,591	72,444	4,924	5,127	545,086
INCOME TAXES	47,615	45,231	196	1,702	94,744
EXTRAORDINARY/ADJUSTMENTS	2,399	35,657	(121)	(2)	37,933
NET INCOME	417,375	62,870	4,607	3,423	488,275

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	12/31/86		09/30/86		12/31/85	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	126	1,445	129	1,426	128	1,287
SAVINGS BANKS	8	210	6	171	5	163
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	9	0	9	0	7	0
FOREIGN BANK OFFICES	-	10	-	10	0	9
TOTAL STATE BANKS	148	1,670	149	1,612	145	1,464

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Acting Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: April 15, 1987

HARRISBURG - The Pennsylvania Department of Banking, in conjunction with the Conference of State Bank Supervisors (CSBS), will present a **COMPUTER AUDIT AND CONTROL CONFERENCE FOR BANKERS ON May 18-21, 1987 at the Pittsburgh Marriott, Monroeville.** Announcements relating to the program were mailed recently to chief executive officers of both state and national banks.

The **COMPUTER AUDIT AND CONTROL CONFERENCE FOR BANKERS** is presented in many regions of the country on an annual basis and has been enthusiastically received by prior attendees. It is designed to provide bankers with the knowledge they need to effectively manage, audit, and control their bank's electronic data processing function. Recent advances in bank automation, including on-line and remote processing, and the growing interest in mini and microcomputers, have been incorporated in the Conference as topics for discussion.

CSBS plans to hold similar programs for all states on a continuing basis so that banks throughout the country can obtain the benefits of increasing management awareness and improved internal audit coverage of computer operations.

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FOR IMMEDIATE RELEASE

GOVERNOR'S PRESS OFFICE
COMMONWEALTH OF PENNSYLVANIA
CONTACTS: Rita Frealing
(717) 783-1116
Sandra Dunkelberger
(717) 787-2665

1987

HARRISBURG (May 20) -- Gov. Robert P. Casey announced his support today for legislation to give the Department of Banking oversight responsibilities for private mortgage bankers and brokers.

Casey said Acting Secretary of Banking Sarah W. Hargrove will work with lawmakers to expedite enactment of such legislation, which he called "an effort to protect the citizens of the Commonwealth from unscrupulous and unqualified mortgage lenders and brokers."

During the past two years, a large number of complaints have been registered by consumers who paid substantial sums of money to mortgage companies in return for promises of mortgage loans within agreed-upon times and agreed-upon interest rates.

In many cases, consumers who had paid fees to mortgage brokers were subsequently told they could not get mortgage loans at the stipulated rates, but would have to pay higher interest rates.

"We need a law that will provide us with the necessary supervisory tools to weed out the few 'bad apples' that have plagued many mortgage borrowers," Hargrove said.

A bill to regulate mortgage bankers and brokers was introduced with bipartisan support in the Senate in January. Sen. Edwin G. Holl (R-Montgomery), chairman of the Senate Banking and Insurance Committee, is prime sponsor of the bill and Sen. Francis J. Lynch (D-Philadelphia), minority chairman of the panel, is a cosponsor.

The bill would require that private mortgage bankers and brokers be licensed by the Department of Banking, and empowers the

- more -

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Acting Secretary

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NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Monday, June 15, 1987

Acting Secretary of Banking Sarah W. Hargrove today released information showing the financial condition and operating results of Pennsylvania state-chartered banking institutions for the first quarter of 1987.

These reporting institutions included 124 commercial banks, eight savings banks, five private banks, and nine trust companies as well as ten foreign bank branch offices. These 146 institutions maintain 1,720 branch offices, 224 of which are remote service facilities (ATMs).

The consolidated reports show increases in total assets and earnings as a result of Pennsylvania banking industry's continued positive participation in the improved economic conditions in Pennsylvania since late 1984.

Total assets of state-chartered banking institutions, including foreign bank offices, as of March 31, 1987 were approximately $66.3 billion, an increase of $6.3 billion or 10.5 percent from the same quarter last year. The growth in assets was primarily attributable to increases in loans and investments. On the liability side, growth of $3.1 billion or 6.4 percent in total deposits and $571 million or 14.3 percent in equity capital were also reported for the twelve-month period.

The 124 commercial banks reported total assets of about $42.5 billion, an increase of $3.6 billion over that of March 31, 1986 when 128 banks reported. All other types of institutions continued to show steady growth for the 12-month period. Total assets of the eight savings banks were $22.5 billion, reflecting a $2.8 billion increase over March 31, 1986. The five private banks had assets of $288 million, an increase of $47 million from a year ago. The nine trust companies reported $32.3 million in total assets, reflecting a growth of almost $7 million. The ten foreign bank offices in Pennsylvania reported combined assets of about $886 million.

Total earnings for the first quarter of 1987, excluding foreign banks, were about $146 million. For the same period last year, net income was $115 million. The continued trend of lower interest rates was the primary factor in improved earnings for many banks. Net income of the commercial banks for the three-month period was $119 million which represented an increase of $15 million or 14.5 percent over the same period last year. The first quarter net income of the eight savings banks was $25 million, an increase of almost $16 million from a year ago when six banks reported. Net earnings for private banks were about $1.5 million and trust companies reported net income of $0.6 million.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER** BANKS	TOTAL STATE
03/31/87				
1. Capital to Assets Ratio	8.0	7.2	15.1	7.8
2. Return on Assets*	1.1	0.5	2.4	0.9
3. Return on Capital*	15.6	7.4	17.5	13.1
4. Yield on Loans*	10.4	10.4	9.4	10.4
5. Yield on Securities*	8.1	8.4	9.0	8.2
6. Average Cost of Deposits*	6.0	7.0	6.5	6.3
7. Loans to Deposits Ratio	74.8	71.1	97.9	73.8
12/31/86				
1. Capital to Assets Ratio	7.7	6.2	15.8	7.2
2. Return on Assets	1.0	0.3	2.7	0.7
3. Return on Capital	13.9	4.9	17.5	11.3
4. Yield on Loans	9.7	10.3	9.9	9.6
5. Yield on Securities	8.6	8.2	8.2	8.4
6. Average Cost of Deposits	6.6	8.3	6.4	7.1
7. Loans to Deposits Ratio	74.0	70.6	81.2	74.3
03/31/86				
1. Capital to Asset Ratio	7.7	6.4	15.0	7.2
2. Return on Assets*	1.1	0.2	3.1	0.8
3. Return on Capital*	15.1	3.1	21.0	11.5
4. Yield on Loans*	10.7	10.6	10.3	10.4
5. Yield on Securities*	9.3	10.5	9.6	9.8
6. Average Cost of Deposits*	7.3	8.4	7.6	7.7
7. Loans to Deposits Ratio	72.2	64.0	94.0	71.3

* Annualized rates.
** Including private banks and trust companies.

Attention is also directed to the attached tables for additional information.

##

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	MARCH 31, 1987		MARCH 31, 1986		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 3,839,806	5.8%	$ 3,957,351	6.6%	$ (117,545)	-3.0%
SECURITIES	19,639,142	29.6%	17,319,348	28.9%	2,319,794	13.4%
FED FUNDS SOLD	1,027,857	1.6%	1,031,007	1.7%	(3,150)	-0.3%
LOANS & LEASES	39,040,615	58.9%	34,829,750	58.1%	4,210,865	12.1%
LOAN LOSS RESERVE	401,786	0.6%	352,513	0.6%	49,273	14.0%
NET LOANS & LEASES	38,638,829	58.3%	34,477,237	57.5%	4,161,592	12.1%
TRADING ACCT ASSETS	22,323	0.0%	451,219	0.8%	(428,896)	-95.1%
FIXED ASSETS	605,871	0.9%	544,823	0.9%	61,048	11.2%
OTHER REAL ESTATE	105,619	0.2%	110,052	0.2%	(4,433)	-4.0%
INVESTMENTS IN SUBS	328,291	0.5%	33,451	0.1%	294,840	>200.0%
CUSTOMERS' LIABILITY	26,614	0.0%	15,159	0.0%	11,455	75.6%
INTANGIBLE ASSETS	853,056	1.3%	903,636	1.5%	(50,580)	-5.6%
OTHER ASSETS	1,180,389	1.8%	1,117,980	1.9%	62,409	5.6%
TOTAL ASSETS	66,267,797	100.0%	59,961,263	100.0%	6,306,534	10.5%
LIABILITIES						
NONINT-BEARING DEPS	5,745,871	8.7%	5,658,154	9.4%	87,717	1.6%
INT-BEARING DEPS	46,205,036	69.7%	43,176,560	72.0%	3,028,476	7.0%
TOTAL DEPOSITS	51,950,907	78.4%	48,834,714	81.4%	3,116,193	6.4%
FED FUNDS PURCHASED	5,422,653	8.2%	3,447,946	5.8%	1,974,707	57.3%
NOTES TO US TREASURY	110,992	0.2%	138,746	0.2%	(27,754)	-20.0%
OTHER BORROWINGS	1,910,887	2.9%	1,249,118	2.1%	661,769	53.0%
MORTGAGE & CAP LEASE	58,351	0.1%	59,772	0.1%	(1,421)	-2.4%
SUBORDINATED NOTES	571,589	0.9%	493,883	0.8%	77,706	15.7%
OTHER LIABILITIES	1,682,571	2.5%	1,748,270	2.9%	(65,699)	-3.8%
TOTAL LIABILITIES	61,707,950	93.1%	55,972,449	93.3%	5,735,501	10.2%
EQUITY CAPITAL						
PREFERRED STOCK	25,012	0.0%	25,412	0.0%	(400)	-1.6%
COMMON STOCK	373,972	0.6%	370,971	0.6%	3,001	0.8%
SURPLUS	2,135,704	3.2%	1,983,466	3.3%	152,238	7.7%
UNDIVIDED PROFITS	2,024,903	3.1%	1,608,965	2.7%	415,938	25.9%
TOTAL EQUITY CAPITAL	4,559,591	6.9%	3,988,814	6.7%	570,777	14.3%
TOT LIAB & CAPITAL	66,267,797	100.0%	59,961,263	100.0%	6,306,534	10.5%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF MARCH 31, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,337,816	$ 471,671	$ 21,172	$ 2,136	$ 7,011	$ 3,839,806
SECURITIES	10,478,551	9,091,322	24,966	17,518	26,785	19,639,142
FED FUNDS SOLD	791,042	221,889	12,876	200	1,850	1,027,857
LOANS & LEASES	26,675,307	11,312,245	218,561	749	833,753	39,040,615
LOAN LOSS RESERVE	305,276	91,809	1,652	0	3,049	401,786
NET LOANS & LEASES	26,370,031	11,220,436	216,909	749	830,704	38,638,829
TRADING ACCT ASSETS	14,457	7,866	0	0	0	22,323
FIXED ASSETS	503,458	96,555	2,486	3,372	0	605,871
OTHER REAL ESTATE	49,520	56,007	92	0	0	105,619
INVESTMENTS IN SUBS	292,488	33,788	463	1,552	0	328,291
CUSTOMERS' LIABILITY	16,882	0	142	0	9,590	26,614
INTANGIBLE ASSETS	45,901	806,822	294	39	0	853,056
OTHER ASSETS	653,912	501,329	8,337	6,787	10,024	1,180,389
TOTAL ASSETS	42,554,058	22,507,685	287,737	32,353	885,964	66,267,797
LIABILITIES						
NONINT BEARING DEPS	5,216,540	468,981	28,470	0	31,880	5,745,871
INTEREST BEARG DEPS	30,437,441	15,451,056	195,514	0	121,025	46,205,036
TOTAL DEPOSITS	35,653,981	15,920,037	223,984	0	152,905	51,950,907
FED FUNDS PURCHASED	2,526,383	2,885,793	0	0	10,477	5,422,653
NOTES TO US TREASURY	110,992	0	0	0	0	110,992
OTHER BORROWINGS	431,235	1,472,644	1,000	0	6,008	1,910,887
MORTGAGE & CAP LEASE	44,784	13,567	0	0	0	58,351
SUBORDINATED NOTES	124,196	447,393	0	0	0	571,589
OTHER LIABILITIES	578,178	347,097	42,204	5,596	709,496	1,682,571
TOTAL LIABILITIES	39,469,749	21,086,531	267,188	5,596	878,886	61,707,950
EQUITY CAPITAL						
PREFERRED STOCK	25,012	0	0	0	0	25,012
COMMON STOCK	325,761	40,091	4,570	3,550	0	373,972
SURPLUS	1,280,896	826,522	14,686	8,030	5,570	2,135,704
UNDIVIDED PROFITS	1,452,640	554,541	1,293	14,921	1,508	2,024,903
TOTAL EQUITY CAPITAL	3,084,309	1,421,154	20,549	26,501	7,078	4,559,591
TOTAL LIAB & CAPITAL	42,554,058	22,507,685	287,737	32,353	885,964	66,267,797

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/87 TO 03/31/87	01/01/86 TO 03/31/86	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$1,377,594	$1,389,017	$(11,423)	-0.82%
TOTAL INTEREST EXPENSE	875,817	944,629	(68,812)	-7.28%
NET INTEREST INCOME	501,777	444,388	57,389	12.91%
PROVISION-LOAN/LEASE LOSSES	35,536	43,024	(7,488)	-17.40%
TOTAL NONINTEREST INCOME	145,810	127,099	18,711	14.72%
GAIN/LOSS ON SECURITIES	22,499	20,338	2,161	10.63%
TOTAL NONINTEREST EXPENSE	461,394	420,251	41,143	9.79%
INCOME BEFORE INCOME TAXES	173,156	128,550	44,606	34.70%
APPLICABLE INCOME TAXES	43,193	20,667	22,526	109.00%
INCOME BEFORE EXTRAORDINARY ITEMS	129,963	107,883	22,080	20.47%
EXTRAORDINARY ITEMS/ADJUSTMENTS	15,788	7,054	8,734	123.82%
NET INCOME	145,751	114,937	30,814	26.81%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
FIRST QUARTER ENDED MARCH 31, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$ 631,996	$288,635	$ 5,028	$ 17	$ 925,676
ON LEASE FINANCING	10,040	0	0	0	10,040
DEPOSITORY INSTITUTIONS	23,265	4,593	152	6	28,016
INT/DIV ON SECURITIES	210,767	183,958	478	509	395,712
IN TRADING ACCOUNTS	237	4	0	0	241
ON FEDERAL FUNDS SOLD	12,158	5,300	447	4	17,909
TOTAL INTEREST INCOME	888,463	482,490	6,105	536	1,377,594
INTEREST EXPENSE					
ON DEPOSITS	452,414	268,466	3,120	0	724,000
ON FED FUNDS PURCHASED	35,218	62,267	0	0	97,485
ON BORROWINGS	11,115	29,062	58	0	40,235
MORTGAGE & CAPITAL LEASES	1,137	218	0	0	1,355
ON SUBORDINATED NOTES	2,731	10,011	0	0	12,742
TOTAL INTEREST EXPENSE	502,615	370,024	3,178	0	875,817
NET INTEREST INCOME	385,848	112,466	2,927	536	501,777
LOAN/LEASE LOSS PROVISION	21,541	13,858	137	0	35,536
NONINTEREST INCOME					
FIDUCIARY ACTIVITIES	17,733	0	0	0	17,733
SERVICE CHARGES	21,607	13,014	198	0	34,819
OTHER NONINTEREST INCOME	59,456	22,433	905	10,464	93,258
TOTAL NONINTEREST INCOME	98,796	35,447	1,103	10,464	145,810
GAIN/LOSS ON SECURITIES	10,082	12,150	54	213	22,499
NONINTEREST EXPENSE					
SALARIES & BENEFITS	151,682	53,292	1,274	2,019	208,267
PREMISES & FIXED ASSETS	44,925	16,842	284	2,877	64,928
OTHER NONINTEREST EXPENSE	134,240	47,766	858	5,335	188,199
TOTAL NONINTEREST EXPENSE	330,847	117,900	2,416	10,231	461,394
INCOME BEFORE INCOME TAXES	142,338	28,305	1,531	982	173,156
INCOME TAXES	25,744	16,976	62	411	43,193
EXTRAORDINARY ITEMS/ADJUSTMENTS	2,036	13,752	0	0	15,788
NET INCOME	118,630	25,081	1,469	571	145,751

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	03/31/87		12/31/86		03/31/86	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	124	1,493	126	1,445	128	1,301
SAVINGS BANKS	8	212	8	210	6	174
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	9	0	9	0	7	0
FOREIGN BANK OFFICES	-	10	-	10	-	9
TOTAL STATE BANKS	146	1,720	148	1,670	146	1,489

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

7/87

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - William J. Beatty, deputy secretary in the Pennsylvania Department of Banking, recently was honored during the Department's Employee Recognition Program in Harrisburg for having attained 30 years of service with the Commonwealth.

Beatty joined the Department as an examiner in 1957. In 1969, he was appointed director of the Banking Bureau, which is directly charged with the supervision and regulation of state-chartered banks, and in 1980, he was appointed to his present position as Deputy Secretary of Banking.

He is a graduate of the Wharton School of the University of Pennsylvania and also has completed graduate management programs at the Pennsylvania State University and Carnegie-Mellon University.

Beatty and his wife, Jeanne, reside in New Cumberland, PA.

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NEWS

FOR IMMEDIATE RELEASE

FOR MORE INFORMATION
RITA KRANTZ, MEDIA RELATIONS
255-4184
AUGUST, 1987

HARRISBURG, August 5 -- Mrs. Mark (Jackie) Singel will have the honor of lighting an official olympic torch, which will be carried from Harrisburg to Wilkes-Barre, to herald the opening of the sixth annual Keystone State Games.

At a ceremony on the Capitol steps, 8 a.m., Friday, August 7, Mrs. Singel will deliver brief remarks and light an olympic torch which will be carried on the 116-mile run to Wilkes-Barre.

Four area high school runners, three celebrity runners, along with runners from State College High School and Penn State, will participate in the Olympic style torch run.

Laura Fisher, Suzette Kline, Ron Andrea and Danny Hinkle of Greenwood High School, Millerstown, will represent the Harrisburg area.

The three celebrity runners are: Sarah W. Hargrove, Secretary of Banking, Commonwealth of Pa.; Dixie L. Kulp, Pennsylvania Army National Guard, 28th Division, Harrisburg; and Robert Meinert, Bell of Pennsylvania.

This year, the torch run incorporates the celebration of the 200th anniversary of the United States Constitution. Runners will sign a master copy of the original Constitution which will be displayed on the torch run.

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1st add Torch Run x x x the torch run.

The route of run is from the Capitol steps at Third and State Streets to Second Street, north to Division Street, Division Street to Front Street, north on Front Street to Fort Hunter, to Routes 22 and 322.

The runners bearing the torch are expected to arrive in Dauphin between 9:15 and 9:30 a.m., reach the Clarks-Ferry bridge around 9:50 and pass through Liverpool on Routes 11 and 15 between 11:30 and noon.

The run will continue on Route 11 through Danville, Bloomsburg, Berwick, Plymouth and Kingston, culminating at Wilkes College Ralston Field in Wilkes-Barre at approximately 7 p.m. Governor Casey will officially open the 1987 Games,

Also participating in the torch lighting ceremony will be the Telephone Pioneer Band and Pioneer Clowns. Boy Scout Troup 196 will act as the color guard.

Bell of Pennsylvania is sponsoring the Keystone State Games Harrisburg-Wilkes-Barre torch run relay and the opening ceremonies Friday evening.

- 30 -

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

9/27

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** Immediate

HARRISBURG - Secretary of Banking Sarah W. Hargrove has announced that the Pennsylvania Department of Banking has initiated an additional consumer service for customers of state-chartered financial institutions with the installation of an answering machine to record consumer complaints and inquiries received on the Department's toll-free number during those hours when the office is closed.

In the two-and-one half years since the Department's toll-free number (1-800-PA BANKS) was installed, more than 7,000 calls have been received in the Consumer Affairs Office. "Calls recorded by the answering machine will receive the same prompt attention as those taken during regular working hours," stated Secretary Hargrove.

The introduction of the answering machine service is one step toward the expansion of consumer services by the Department of Banking, a high priority with the new banking Secretary. "Consumer education, information and assistance will benefit the user of financial services both directly and indirectly," said Secretary Hargrove. "In the short run, we can help with an immediate question or problem; in the long term, a more informed consumer can assist in creating a more responsive and competitive banking environment."

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FEB 10 1988

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: October 1, 1987

Secretary of Banking Sarah W. Hargrove today issued a fraud alert notice which deals with fictitious notices of mortgage transfer or sale. The Secretary stated that the Department of Banking has been advised of a new mortgage fraud scheme which has emerged and which affects both mortgage lenders and borrowers. The scheme has the potential to cause financial loss to borrowers and disruption of lender servicing.

The scheme is perpetrated by individuals who send notices to borrowers informing them that their loans have been transferred or sold to a different financial institution. The notices, written on the letterhead of a bogus company, instruct the borrowers to make all future monthly mortgage payments to the "new" company.

"We have been informed," the Secretary said, "that several thousand borrowers in a Western state recently received notices instructing them to send their mortgage payments and correspondence to a new post office box. A number of borrowers believed the notices and mailed their payments as instructed."

Borrowers are advised not to remit payments to other financial institutions unless they are given proper notice by the lender presently holding the mortgage.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

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FEB 10 1988

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Monday, October 19, 1987

Secretary of Banking Sarah W. Hargrove today released information showing the financial condition and operating results of certain Pennsylvania state-chartered financial institutions as of June 30, 1987.

The 147 reporting institutions included 125 commercial banks, eight savings banks, five private banks, and nine trust companies. These institutions maintained 1,733 branch offices, 240 of which were remote service facilities (ATMs). In addition there were nine foreign bank branch/representative offices in Pennsylvania.

The consolidated reports show increases in total assets and earnings over the same period last year. This represents the eleventh consecutive quarter for asset growth and earnings improvement since late 1984.

Total assets of the reporting institutions were approximately $68.6 billion, an increase of $5.6 billion or 8.8 percent over that reported as of June 30, 1986. The increases of $3.8 billion in total loans and $2.3 billion in investments which assisted the growth in Pennsylvania economy, were the principal factors in asset growth. On the liability side, increases of $661 million or 1.3 percent in total deposits and $463 million or 10.9 percent in equity capital were achieved during the 12-month period. The increases in these items, again, reflected the banking industry's positive participation in the expansion of Pennsylvania's economy.

The 125 commercial banks recorded total assets of about $44 billion, an increase of approximately $1.3 billion over that of June 30, 1986. Total assets of the eight savings banks were $23.6 billion, a $4.1 billion increase. A $61 million increase in assets to $313 million was reported by our five private banks. The nine trust companies had $35 million in total assets, reflecting a growth of over $7 million, and the nine foreign bank offices in the Commonwealth reported combined assets of $1.0 billion, which represented an increase of $78 million or 8.1 percent over last year.

Total earnings for the first half of 1987, excluding foreign bank offices, amounted to $278 million, an increase of $37 million over the same period last year. Net income for the first six months of 1987 for the commercial banks was $232.5 million which represented an increase of $18 million or 8.4 percent from last year. The net income of $40 million of the eight savings banks for the second quarter ended June 30, 1987, is a significant improvement over the $21.9 million reported last June. The combined earnings of $5.2 million for the private banks and trust companies is slightly higher than last year's earnings.

Listed on the following page are the pertinent analysis ratios as compared to those of last quarter and last year.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER** BANKS	TOTAL STATE
06/30/87				
1. Capital to Assets Ratio	8.0	6.5	15.1	7.4
2. Return on Assets*	1.1	0.3	3.0	0.8
3. Return on Capital*	14.6	5.5	20.5	11.8
4. Yield on Loans*	9.5	9.7	9.4	9.3
5. Yield on Securities*	7.9	8.2	8.2	8.0
6. Average Cost of Deposits*	6.0	7.0	5.9	6.3
7. Loans to Deposits Ratio	76.5	76.7	93.7	78.3
03/31/87				
1. Capital to Assets Ratio	8.0	7.2	15.1	7.8
2. Return on Assets*	1.1	0.5	2.4	0.9
3. Return on Capital*	15.6	7.4	17.5	13.1
4. Yield on Loans*	10.4	10.4	9.4	10.4
5. Yield on Securities*	8.1	8.4	9.0	8.2
6. Average Cost of Deposits*	6.0	7.0	6.5	6.3
7. Loans to Deposits Ratio	74.8	71.1	97.9	73.8
06/30/86				
1. Capital to Asset Ratio	7.7	6.6	15.5	7.4
2. Return on Assets*	1.0	0.2	3.2	0.8
3. Return on Capital*	14.4	3.6	21.5	11.4
4. Yield on Loans*	10.4	10.7	10.1	10.5
5. Yield on Securities*	9.1	9.8	8.9	9.4
6. Average Cost of Deposits*	7.1	8.5	7.3	7.5
7. Loans to Deposits Ratio	72.4	65.7	91.6	70.4

* Annualized rates.
** Including private banks and trust companies.

Attention is also directed to the attached tables for additional information.

##

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	JUNE 30, 1987		JUNE 30, 1986		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 3,689,397	5.4%	$ 4,211,686	6.7%	$ (522,289)	-12.4%
SECURITIES	20,134,329	29.4%	17,839,940	28.3%	2,294,389	12.9%
FED FUNDS SOLD	1,077,986	1.6%	1,334,846	2.1%	(256,860)	-19.2%
LOANS & LEASES	40,926,898	59.7%	37,149,291	59.0%	3,777,607	10.2%
LOAN LOSS RESERVE	417,610	0.6%	391,657	0.6%	25,953	6.6%
NET LOANS & LEASES	40,509,288	59.1%	36,757,634	58.4%	3,751,654	10.2%
TRADING ACCT ASSETS	10,250	0.0%	54,187	0.1%	(43,937)	-81.1%
FIXED ASSETS	609,741	0.9%	524,266	0.8%	85,475	16.3%
OTHER REAL ESTATE	112,999	0.2%	83,654	0.1%	29,345	35.1%
INVESTMENTS IN SUBS	340,305	0.5%	38,500	0.1%	301,805	>200.0%
CUSTOMERS' LIABILITY	26,944	0.0%	17,038	0.0%	9,906	58.1%
INTANGIBLE ASSETS	842,246	1.2%	891,759	1.4%	(49,513)	-5.6%
OTHER ASSETS	1,200,757	1.8%	1,236,214	2.0%	(35,457)	-2.9%
TOTAL ASSETS	68,554,242	100.0%	62,989,724	100.0%	5,564,518	8.8%
LIABILITIES						
NONINT-BEARING DEPS	6,065,800	8.8%	6,445,963	10.2%	(380,163)	-5.9%
INT-BEARING DEPS	46,176,667	67.4%	45,135,538	71.7%	1,041,129	2.3%
TOTAL DEPOSITS	52,242,467	76.2%	51,581,501	81.9%	660,966	1.3%
FED FUNDS PURCHASED	6,618,172	9.7%	3,122,102	5.0%	3,496,070	112.0%
NOTES TO US TREASURY	264,460	0.4%	281,449	0.4%	(16,989)	-6.0%
OTHER BORROWINGS	2,265,284	3.3%	1,514,108	2.4%	751,176	49.6%
MORTGAGE & CAP LEASE	56,311	0.1%	59,346	0.1%	(3,035)	-5.1%
SUBORDINATED NOTES	572,970	0.8%	486,504	0.8%	86,466	17.8%
OTHER LIABILITIES	1,833,677	2.7%	1,706,445	2.7%	127,232	7.5%
TOTAL LIABILITIES	63,853,341	93.1%	58,751,455	93.3%	5,101,886	8.7%
EQUITY CAPITAL						
PREFERRED STOCK	25,012	0.0%	25,412	0.0%	(400)	-1.6%
COMMON STOCK	376,694	0.5%	397,190	0.6%	(20,496)	-5.2%
SURPLUS	2,217,090	3.2%	2,075,947	3.3%	141,143	6.8%
UNDIVIDED PROFITS	2,082,105	3.0%	1,739,720	2.8%	342,385	19.7%
TOTAL EQUITY CAPITAL	4,700,901	6.9%	4,238,269	6.7%	462,632	10.9%
TOT LIAB & CAPITAL	68,554,242	100.0%	62,989,724	100.0%	5,564,518	8.8%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF JUNE 30, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,340,965	$ 310,570	$ 23,105	$ 1,929	$ 12,828	$ 3,689,397
SECURITIES	10,623,563	9,436,148	27,645	21,248	25,725	20,134,329
FED FUNDS SOLD	724,920	330,610	21,956	500	0	1,077,986
LOANS & LEASES	27,633,309	12,075,532	229,411	714	987,932	40,926,898
LOAN LOSS RESERVE	315,887	96,890	1,731	0	3,102	417,610
NET LOANS & LEASES	27,317,422	11,978,642	227,680	714	984,830	40,509,288
TRADING ACCTS ASSETS	10,250	0	0	0	0	10,250
FIXED ASSETS	505,894	97,782	2,394	3,671	0	609,741
OTHER REAL ESTATE	46,532	66,331	136	0	0	112,999
INVESTMENTS IN SUBS	293,683	45,700	689	233	0	340,305
CUSTOMERS' LIABILITY	14,304	0	58	0	12,582	26,944
INTANGIBLE ASSETS	40,579	801,356	280	31	0	842,246
OTHER ASSETS	650,644	522,838	8,914	6,344	12,017	1,200,757
TOTAL ASSETS	43,568,756	23,589,977	312,857	34,670	1,047,982	68,554,242
LIABILITIES						
NONINT-BEARING DEPS	5,527,918	476,100	31,959	0	29,823	6,065,800
INT-BEARING DEPS	30,575,458	15,262,754	213,520	0	124,935	46,176,667
TOTAL DEPOSITS	36,103,376	15,738,854	245,479	0	154,758	52,242,467
FED FUNDS PURCHASED	2,733,763	3,869,206	0	0	15,203	6,618,172
NOTES TO US TREASURY	264,460	0	0	0	0	264,460
OTHER BORROWINGS	538,580	1,720,690	0	0	6,014	2,265,284
MORTGAGE & CAP LEASE	43,705	12,606	0	0	0	56,311
SUBORDINATED NOTES	119,539	453,431	0	0	0	572,970
OTHER LIABILITIES	575,987	344,448	43,553	7,488	862,201	1,833,677
TOTAL LIABILITIES	40,379,410	22,139,235	289,032	7,488	1,038,176	63,853,341
EQUITY CAPITAL						
PREFERRED STOCK	25,012	0	0	0	0	25,012
COMMON STOCK	327,680	40,494	4,970	3,550	0	376,694
SURPLUS	1,325,371	861,330	15,260	8,330	6,799	2,217,090
UNDIVIDED PROFITS	1,511,283	548,918	3,595	15,302	3,007	2,082,105
TOTAL EQUITY CAPITAL	3,189,346	1,450,742	23,825	27,182	9,806	4,700,901
TOTAL LIAB & CAPITAL	43,568,756	23,589,977	312,857	34,670	1,047,982	68,554,242

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/87 TO 06/30/87	01/01/86 TO 06/30/86	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$2,809,053	$2,863,744	$ (54,691)	-1.9%
TOTAL INTEREST EXPENSE	1,787,382	1,916,296	(128,914)	-6.7%
NET INTEREST INCOME	1,021,671	947,448	74,223	7.8%
PROVISION-LOAN/LEASE LOSSES	75,105	84,077	(8,972)	-10.7%
TOTAL NONINTEREST INCOME	293,774	260,211	33,563	12.9%
GAIN/LOSS ON SECURITIES	30,732	48,540	(17,808)	-36.7%
TOTAL NONINTEREST EXPENSE	941,018	903,631	37,387	4.1%
INCOME BEFORE INCOME TAXES	330,054	268,491	61,563	22.9%
APPLICABLE INCOME TAXES	79,194	43,635	35,559	81.5%
INCOME BEFORE EXTRAORDINARY ITEMS	250,860	224,856	26,004	11.6%
EXTRAORDINARY ITEMS/ADJUSTMENTS	27,155	16,118	11,037	68.5%
NET INCOME	278,015	240,974	37,041	15.4%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
SECOND QUARTER ENDED JUNE 30, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$ 1,293,779	$ 583,197	$ 10,765	$ 33	$ 1,887,774
ON LEASE FINANCING	21,117	0	0	0	21,117
ON DEPOSITORY INSTITUTIONS	44,844	8,918	327	14	54,103
INT/DIV ON SECURITIES	421,138	385,560	925	1,086	808,709
IN TRADING ACCOUNTS	472	4	0	0	476
ON FEDERAL FUNDS SOLD	25,509	10,715	641	9	36,874
TOTAL INTEREST INCOME	1,806,859	988,394	12,658	1,142	2,809,053
INTEREST EXPENSE					
ON DEPOSITS	911,836	532,182	6,331	0	1,450,349
ON FED FUNDS PURCHASED	74,622	144,593	27	0	219,242
ON BORROWINGS	25,043	64,826	82	0	89,951
MORTGAGE & CAPITAL LEASES	2,184	423	0	0	2,607
ON SUBORDINATED NOTES	5,498	19,735	0	0	25,233
TOTAL INTEREST EXPENSE	1,019,183	761,759	6,440	0	1,787,382
NET INTEREST INCOME	787,676	226,635	6,218	1,142	1,021,671
LOAN/LEASE LOSS PROVISION	48,611	26,222	272	0	75,105
NONINTEREST INCOME					
FIDUCIARY ACTIVITIES	35,439	0	0	0	35,439
SERVICE CHARGES	44,111	27,633	434	0	72,178
OTHER NONINTEREST INCOME	122,412	40,286	1,742	21,717	186,157
TOTAL NONINTEREST INCOME	201,962	67,919	2,176	21,717	293,774
GAIN/LOSS ON SECURITIES	11,819	17,450	1,093	370	30,732
NONINTEREST EXPENSE					
SALARIES & BENEFITS	307,740	104,979	2,590	5,064	420,373
PREMISES & FIXED ASSETS	88,621	34,311	506	5,486	128,924
OTHER NONINTEREST EXPENSE	280,875	98,262	1,716	10,868	391,721
TOTAL NONINTEREST EXPENSE	677,236	237,552	4,812	21,418	941,018
INCOME BEFORE INCOME TAXES	275,610	48,230	4,403	1,811	330,054
INCOME TAXES	51,409	26,842	143	800	79,194
EXTRAORDINARY ITEMS/ADJUSTMENTS	8,326	18,860	(31)	0	27,155
NET INCOME	232,527	40,248	4,229	1,011	278,015

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	06/30/87		03/31/87		06/30/86	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	125	1,516	124	1,493	129	1,403
SAVINGS BANKS	8	212	8	212	6	175
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	9	0	9	0	9	0
FOREIGN BANK OFFICES	-	9	-	10	-	10
TOTAL STATE BANKS	147	1,742	146	1,720	149	1,593

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: October 29, 1987

HARRISBURG - Secretary of Banking Sarah W. Hargrove today announced the signing of a unique Five-Year Assistant Examiner Training Program Agreement between the Department of Banking, the American Federation of State, County and Municipal Employees (AFSCME) and Patricia A. Brown, a 17-year clerical employee of the Department of Banking.

In recognition of the event, Governor Casey, in greetings read by Secretary Hargrove, congratulated Brown upon her selection for this innovative initiative. "Our Administration is committed to expanding opportunity for everyone in Pennsylvania," Casey said. "That includes the dedicated men and women who work for the Commonwealth.

"In only eight months our Economic Development Partnership has created or saved over 45,000 private-sector jobs. Today, beginning with a single person, we are giving our public employees the chance to grow as professionals and as productive citizens," stated Casey.

The program, developed through the cooperative efforts of the Department of Banking and AFSCME, is designed to permit state employees like Brown to develop practical proficiency in the examination of bank records and operations, leading to a Commercial Bank Examiner I job classification upon successful completion. Over the next five years, her training will include on-the-job training, formal classroom training and practical work assignments.

"We hope that others who, like Pat, want to advance into a professional career ladder such as commercial bank examiner, will ultimately benefit from this program," said Secretary Hargrove.

(more)

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

Participating in the signing from AFSCME were Mr. Edward J. Keller, executive director; Donald Cutler, assistant to Mr. Keller; Shirley Kirkwood, Staff representative, Council 90; and Terry Murphy, president, AFL-CIO Local 2527.

In addition to Secretary Hargrove, the Department of Banking was represented by Deputy Secretary William J. Beatty, as well as Robert S. Closkey, Assistant Director and Training Coordinator for the Banking Bureau, and Larry Klein, Administrative Services Bureau Director, who together initiated the program.

Brown, a native of Harrisburg and a graduate of Susquehanna Township Senior High School, was employed by the Department of Revenue for four years prior to coming to the Department of Banking in 1970. Her most recent assignment has been secretary to the Chief Bank Examiner.

Brown resides in Harrisburg and has a daughter, Lisa, who is a student at the University of Pittsburgh.

# # #

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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333 Market Street, 16th Floor
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NEWS RELEASE

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(more)

SANDY,
PLEASE SEND THIS RELEASE TO THE FOLLOWING NEWSPAPERS:
1) STANDARD-SPEAKER
19 N. WYOMING ST.
HAZLETON, PA. 18201
2) SUNDAY INDEPENDENT
90 E. MARKET ST
WILKES-BARRE, PA 18701
THANK YOU,
Alex Mason

Participating in the signing from AFSCME were Mr. Edward J. Keller, executive director; Donald Cutler, assistant to Mr. Keller; Shirley Kirkwood, Staff representative, Council 90; and Terry Murphy, president, AFL-CIO Local 2527.

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DEC 28 1987

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: Beginning Tuesday, December 8, 1987

Secretary of Banking Sarah W. Hargrove today released information showing the financial condition and operating results of certain Pennsylvania state-chartered financial institutions as of September 30, 1987.

The 148 reporting institutions included 125 commercial banks, nine savings banks, five private banks, and nine trust companies. These institutions maintained 1,763 branch offices, 249 of which were remote service facilities (ATMs). In addition there were nine foreign bank branch/representative offices in Pennsylvania.

Total assets of the reporting institutions were approximately $68.9 billion, an increase of $6.6 billion or 10.5 percent over that reported as of September 30, 1986. The increases of $4.9 billion in total loans and $1.3 billion in investments that assisted the growth in Pennsylvania's economy, were the principal factors in asset growth. On the liability side, increases of $2.8 billion or 5.6 percent in total deposits and $316 million or 7.4 percent in equity capital were achieved during the 12-month period. The increases in these items, again, reflected the banking industry's positive participation in the expansion of the State's economy.

The 125 commercial banks recorded total assets of $45 billion, an increase of approximately $3 billion over that of September 30, 1986. Total assets of the nine savings banks were $23 billion, a $3 billion increase. A $46 million increase in assets to $318 million was reported by our five private banks. The nine trust companies had $36 million in total assets, reflecting a growth of over $7 million, and the nine foreign bank offices in the Commonwealth reported combined assets of $906 million, which represented an increase of $230 million or 34 percent over last year.

Total earnings for the first nine-months of 1987, excluding foreign bank offices, amounted to $283 million, a $5 million increase since last quarter. Net income for the first nine-months of 1987 for the commercial banks was $364 million which represented an increase of $37 million from last year. The nine savings banks showed a combined loss of $88.6 million for the three quarters ended September 30, 1987. This loss was mainly due to one large savings bank's net operating loss in this quarter, which resulted from a higher loan loss provision and the write-off of goodwill from its previous acquisition. However, earnings for the other eight savings banks, excluding this large bank, added up to nearly $30 million which was a $6 million increase from the year before. The combined earnings of $7.6 million for the private banks and trust companies were $1.4 million higher than last year's earnings.

Listed on the following page are the pertinent analysis ratios as compared to those of last quarter and last year.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER** BANKS	TOTAL STATE
09/30/87				
1. Capital to Assets Ratio	8.1	5.5	15.3	7.2
2. Return on Assets*	1.1	(0.5)	2.9	0.5
3. Return on Capital*	14.7	(9.8)	19.2	8.3
4. Yield on Loans*	9.5	9.9	9.6	9.4
5. Yield on Securities*	7.9	8.5	8.0	8.1
6. Average Cost of Deposits*	5.9	6.8	5.8	6.2
7. Loans to Deposits Ratio	77.9	74.5	89.4	78.3
06/30/87				
1. Capital to Assets Ratio	8.0	6.5	15.1	7.4
2. Return on Assets*	1.1	0.3	3.0	0.8
3. Return on Capital*	14.6	5.5	20.5	11.8
4. Yield on Loans*	9.5	9.7	9.4	9.3
5. Yield on Securities*	7.9	8.2	8.2	8.0
6. Average Cost of Deposits*	6.0	7.0	5.9	6.3
7. Loans to Deposits Ratio	76.5	76.7	93.7	78.3
09/30/86				
1. Capital to Asset Ratio	7.2	6.1	14.7	6.9
2. Return on Assets*	1.1	0.3	2.8	0.8
3. Return on Capital*	14.7	4.3	18.7	11.7
4. Yield on Loans*	10.1	10.5	9.1	10.2
5. Yield on Securities*	8.5	9.0	8.5	8.7
6. Average Cost of Deposits*	6.7	8.5	6.8	7.3
7. Loans to Deposits Ratio	73.4	67.4	97.4	71.7

* Annualized rates.
** Including private banks and trust companies.

Attention is also directed to the attached tables for additional information.

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TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	SEPTEMBER 30, 1987		SEPTEMBER 30, 1986		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 3,543,642	5.1%	$ 3,741,156	6.0%	$ (197,514)	-5.3%
SECURITIES	19,931,559	28.9%	18,602,887	29.8%	1,328,672	7.1%
FED FUNDS SOLD	1,071,801	1.6%	925,819	1.5%	145,982	15.8%
LOANS & LEASES	41,581,840	60.4%	36,599,663	58.7%	4,982,177	13.6%
LOAN LOSS RESERVE	452,058	0.7%	382,054	0.6%	70,004	18.3%
NET LOANS & LEASES	41,129,782	59.7%	36,217,609	58.1%	4,912,173	13.6%
TRADING ACCT ASSETS	64,826	0.1%	81,246	0.1%	(16,420)	-20.2%
FIXED ASSETS	688,576	1.0%	566,767	0.9%	121,809	21.5%
OTHER REAL ESTATE	112,476	0.2%	105,650	0.2%	6,826	6.5%
INVESTMENTS IN SUBS	365,330	0.5%	35,908	0.1%	329,422	>200.0
CUSTOMERS' LIABILITY	30,217	0.0%	28,770	0.1%	1,447	5.0%
INTANGIBLE ASSETS	735,384	1.1%	877,438	1.4%	(142,054)	-16.2%
OTHER ASSETS	1,208,664	1.8%	1,141,495	1.8%	67,169	5.9%
TOTAL ASSETS	68,882,257	100.0%	62,324,745	100.0%	6,557,512	10.5%
LIABILITIES						
NONINT-BEARING DEPS	5,748,210	8.3%	5,674,263	9.1%	73,947	1.3%
INT-BEARING DEPS	47,376,956	68.8%	44,633,874	71.6%	2,743,082	6.1%
TOTAL DEPOSITS	53,125,166	77.1%	50,308,137	80.7%	2,817,029	5.6%
FED FUNDS PURCHASED	6,208,160	9.0%	3,900,518	6.3%	2,307,642	59.2%
NOTES TO US TREASURY	254,717	0.4%	263,105	0.4%	(8,388)	-3.2%
OTHER BORROWINGS	2,293,000	3.3%	1,551,764	2.5%	741,236	47.8%
MORTGAGE & CAP LEASE	93,999	0.1%	57,646	0.1%	36,353	63.1%
SUBORDINATED NOTES	568,328	0.8%	536,669	0.9%	31,659	5.9%
OTHER LIABILITIES	1,780,856	2.6%	1,464,494	2.3%	316,362	21.6%
TOTAL LIABILITIES	64,324,226	93.3%	58,082,333	93.2%	6,241,893	10.7%
EQUITY CAPITAL						
PREFERRED STOCK	12	0.0%	25,412	0.0%	(25,400)	-100.0%
COMMON STOCK	383,474	0.6%	367,726	0.6%	15,748	4.3%
SURPLUS	2,039,922	3.0%	2,056,507	3.3%	(16,585)	-0.8%
UNDIVIDED PROFITS	2,134,623	3.1%	1,792,767	2.9%	341,856	19.1%
TOTAL EQUITY CAPITAL	4,558,031	6.7%	4,242,412	6.8%	315,619	7.4%
TOT LIAB & CAPITAL	68,882,257	100.0%	62,324,745	100.0%	6,557,512	10.5%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF SEPTEMBER 30, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,231,459	$ 278,388	$ 25,247	$ 3,023	$ 5,525	$ 3,543,642
SECURITIES	10,800,309	9,056,249	29,957	19,805	25,239	19,931,559
FED FUNDS SOLD	642,278	397,188	19,954	650	11,731	1,071,801
LOANS & LEASES	28,511,047	11,995,668	231,298	657	843,170	41,581,840
LOAN LOSS RESERVE	323,554	123,492	1,843	0	3,169	452,058
NET LOANS & LEASES	28,187,493	11,872,176	229,455	657	840,001	41,129,782
TRADING ACCT ASSETS	35,990	28,836	0	0	0	64,826
FIXED ASSETS	517,618	165,014	2,372	3,572	0	688,576
OTHER REAL ESTATE	44,368	67,933	175	0	0	112,476
INVESTMENTS IN SUBS	314,118	50,415	564	233	0	365,330
CUSTOMERS' LIABILITY	16,039	0	171	0	14,007	30,217
INTANGIBLE ASSETS	39,465	695,624	266	29	0	735,384
OTHER ASSETS	676,557	504,522	10,338	7,725	9,522	1,208,664
TOTAL ASSETS	44,505,694	23,116,345	318,499	35,694	906,025	68,882,257
LIABILITIES						
NONINT-BEARING DEPS	5,266,501	425,241	30,218	0	26,250	5,748,210
INT-BEARING DEPS	31,341,768	15,673,344	229,172	0	132,672	47,376,956
TOTAL DEPOSITS	36,608,269	16,098,585	259,390	0	158,922	53,125,166
FED FUNDS PURCHASED	3,004,337	3,195,821	0	0	8,002	6,208,160
NOTES TO US TREASURY	254,717	0	0	0	0	254,717
OTHER BORROWINGS	600,509	1,688,203	0	0	4,288	2,293,000
MORTGAGE & CAP LEASE	42,942	51,057	0	0	0	93,999
SUBORDINATED NOTES	111,297	457,031	0	0	0	568,328
OTHER LIABILITIES	592,571	423,663	34,727	7,368	722,527	1,780,856
TOTAL LIABILITIES	41,214,642	21,914,360	294,117	7,368	893,739	64,324,226
EQUITY CAPITAL						
PREFERRED STOCK	12	0	0	0	0	12
COMMON STOCK	330,456	44,498	4,970	3,550	0	383,474
SURPLUS	1,359,878	646,173	15,245	8,332	10,294	2,039,922
UNDIVIDED PROFITS	1,600,706	511,314	4,167	16,444	1,992	2,134,623
TOTAL EQUITY CAPITAL	3,291,052	1,201,985	24,382	28,326	12,286	4,558,031
TOTAL LIAB & CAPITAL	44,505,694	23,116,345	318,499	35,694	906,025	68,882,257

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/87 TO 09/30/87	01/01/86 TO 09/30/86	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$4,281,983	$4,136,515	$145,468	3.5%
TOTAL INTEREST EXPENSE	2,732,722	2,757,657	(24,935)	-0.9%
NET INTEREST INCOME	1,549,261	1,378,858	170,403	12.4%
LOAN/LEASE LOSS PROVISION	130,288	116,154	14,134	12.2%
TOTAL NONINTEREST INCOME	431,553	377,986	53,567	14.2%
GAINES/LOSSES ON SECURITIES	46,272	62,512	(16,240)	-26.0%
TOTAL NONINTEREST EXPENSE	1,542,271	1,283,047	259,224	20.2%
INCOME BEFORE INCOME TAXES	354,527	420,155	(65,628)	-15.6%
APPLICABLE INCOME TAXES	88,891	76,984	11,907	15.5%
INCOME BEFORE EXTRAORDINARY ITEMS	265,636	343,171	(77,535)	-22.6%
EXTRAORDINARY ITEMS/ADJUSTMENTS	17,315	29,527	(12,212)	-41.4%
NET INCOME	282,951	372,698	(89,747)	-24.1%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
FIRST NINE MONTHS ENDED SEPTEMBER 30, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$1,991,794	$889,355	$16,665	$ 48	$2,897,862
FROM LEASE FINANCING	31,646	0	0	0	31,646
FROM DEPOSITORY INSTITUTIONS	66,578	11,068	566	19	78,231
INT/DIV ON SECURITIES	638,511	573,942	1,392	1,606	1,215,451
FROM TRADING ACCOUNTS	784	14	2	0	800
ON FEDERAL FUNDSS SOLD	40,493	16,431	1,051	18	57,993
TOTAL INTEREST INCOME	2,769,806	1,490,810	19,676	1,691	4,281,983
INTEREST EXPENSE					
ON DEPOSITS	1,393,649	799,441	10,044	0	2,203,134
OF FEDERAL FUNDS PURCHASED	119,943	221,426	27	0	341,396
ON BORROWINGS	38,131	106,922	111	0	145,164
ON MORTGAGE & CAPITAL LEASES	3,352	814	0	0	4,166
ON SUBORDINATED NOTES	8,153	30,709	0	0	38,862
TOTAL INTEREST EXPENSE	1,563,228	1,159,312	10,182	0	2,732,722
NET INTEREST INCOME	1,206,578	331,498	9,494	1,691	1,549,261
LOAN/LEASE LOSS PROVISION	72,708	57,101	479	0	130,288
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	53,511	0	0	0	53,511
SERVICE CHARGES	67,254	41,966	737	0	109,957
OTHER NONINTEREST INCOME	184,901	47,300	2,620	33,264	268,085
TOTAL NONINTEREST INCOME	305,666	89,266	3,357	33,264	431,553
GAINS/LOSSES ON SECURITIES	16,661	27,479	1,096	1,036	46,272
NONINTEREST EXPENSE					
SALARIES & BENEFITS	466,971	159,884	4,027	7,466	638,348
PREMISES & FIXED ASSETS	136,111	51,088	762	8,760	196,721
OTHER NONINTEREST EXPENSE	428,266	260,125	2,657	16,154	707,202
TOTAL NONINTEREST EXPENSE	1,031,348	471,097	7,446	32,380	1,542,271
INCOME BEFORE INCOME TAXES	424,849	(79,955)	6,022	3,611	354,527
INCOME TAXES	71,307	15,978	226	1,380	88,891
EXTRAORDINARY ITEMS/ADJUSTMENTS	10,444	7,319	(448)	0	17,315
NET INCOME	363,986	(88,614)	5,348	2,231	282,951

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	SEPTEMBER 30, 1987		JUNE 30, 1987		SEPTEMBER 30, 1986	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	125	1,539	125	1,516	129	1,426
SAVINGS BANKS	9	210	8	212	6	171
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	9	0	9	0	9	0
FOREIGN BANK OFFICES	-	9	-	9	-	10
TOTAL STATE BANKS	148	1,763	147	1,742	149	1,612

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Secretary of Banking Sarah W. Hargrove announced today that three Department of Banking examiners have successfully completed a two-week School for Beginning Examiners of the Education Foundation of State Bank Supervisors.

Darla Wolota who holds a B.S.B.A. degree in accounting from Robert Morris College; Alex Mason, a graduate of Pennsylvania State University with a B.S. degree in accounting; and Joseph Moretz who holds a B.B.A. degree in accounting from Pennsylvania State University all joined the Department of Banking in early 1987.

The EFSBS School for Beginning Examiners, which was held at the University of Arkansas in Fayetteville, is designed for examiners with state banking department tenure of three months to one year. The School provides practical "how-to-do-it" training as a supplement to what is received on the job. Going beyond how to fill out examination reports and schedules, this School examines the theory and concepts behind different aspects of the examination process.

The Education Foundation of State Bank Supervisors is affiliated with the Conference of State Bank Supervisors (CSBS), which is the professional organization of the bank regulators of the 50 states, the District of Columbia and three territories and numbers approximately 4,000 state-chartered banks as voluntary Member Banks. CSBS's primary functions are to defend the integrity of state authority within the context of the dual banking system and to help improve the quality of bank supervision at the state level by providing, through the Education Foundation, most of the technical examiner training and other education programs that are available for state banking department personnel.

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Kenneth B. Ellis, chief review examiner in the Banking Bureau of the Pennsylvania Department of Banking, recently was awarded the Secretary's Award for Supervisory Excellence at an Employee Recognition Program held in Harrisburg.

Secretary of Banking Sarah W. Hargrove presented Ellis with the Award for "consistent, professional and insightful ability to supervise, train and assign those individuals under his supervision in a manner which best serves the Department of Banking and the institutions we regulate and supervise."

Ellis, who has been with the Department of Banking for 19 years, resides in Harrisburg with his wife, Naava.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Barbara A. Swartley, personnel assistant in the Administrative Services Bureau of the Pennsylvania Department of Banking recently was awarded the 1987 Sustained Superior Performance Award at an Employee Recognition Program held in Harrisburg.

Swartley was cited for her role in implementing the Integrated, centralized computer system in Administrative Services and the Automated Leave Accounting System.

Swartley, who has been with the Department of Banking for 12 years, resides in Harrisburg.

###

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger FOR RELEASE: IMMEDIATE

HARRISBURG - John J. Laughlin of the Administrative Services Bureau in the Pennsylvania Department of Banking, recently was awarded a Special Achievement Award at an Employee Recognition Program held in Harrisburg.

Secretary of Banking Sarah W. Hargrove presented Laughlin with the Award for his superior effort in the development of an outstanding Employee Handbook to facilitate personnel services for Department employees.

Laughlin, who has been with the Department of Banking for 15 years, lives in Camp Hill with his wife, Mary.

###

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger FOR RELEASE: IMMEDIATE

HARRISBURG - Secretary of Banking Sarah W. Hargrove presided recently over the Department of Banking Employee Recognition Program, held in Harrisburg.

"These awards have a special meaning to me, as well as to the recipients, and I am honored to be here to recognize our employees for their outstanding contributions," the Secretary said in remarks before co-workers, spouses and friends of the award winners gathered for the occasion.

Warren J. Callaway, Savings Association Bureau; Mary E. Taylor, Banking Bureau; and Barbara A. Swartley, Administrative Services Bureau, all were honored for Sustained Superior Performance.

The Secretary's Award for Supervisory Excellence was presented to each Kenneth B. Ellis and Alexander J. Laffey, both of the Banking Bureau.

John J. Laughlin, Administrative Services Bureau; Madeline T. Love, Office of the Secretary; and Robert E. Zinn, Consumer Credit Bureau, all were cited for specific, outstanding contributions to the Department, receiving awards for Special Achievement.

Larry A. Klein, director of the Administrative Services Bureau, received a Special Award for his diligence in furthering the goals of the Department of Banking's Affirmative Action Program.

A Special Award also was presented to Walter L. Brenneman, director of the Savings Association Bureau, for 55 years of service to the Department.

The Employee Recognition Program is an annual event of the Department of Banking. Nominations for awards may come from supervisors and/or fellow employees.

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PB 1. 17/8 ; Immediate

DEC 08 1987

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
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333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** Immediate

HARRISBURG - Secretary of Banking Sarah W. Hargrove has announced that the Pennsylvania Department of Banking has initiated an additional consumer service for customers of state-chartered financial institutions with the installation of an answering machine to record consumer complaints and inquiries received on the Department's toll-free number during those hours when the office is closed.

In the two-and-one half years since the Department's toll-free number (1-800-PA BANKS) was installed, more than 7,000 calls have been received in the Consumer Affairs Office. "Calls recorded by the answering machine will receive the same prompt attention as those taken during regular working hours," stated Secretary Hargrove.

The introduction of the answering machine service is one step toward the expansion of consumer services by the Department of Banking, a high priority with the new banking Secretary. "Consumer education, information and assistance will benefit the user of financial services both directly and indirectly," said Secretary Hargrove. "In the short run, we can help with an immediate question or problem; in the long term, a more informed consumer can assist in creating a more responsive and competitive banking environment."

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

###

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

12/9/87

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE

HARRISBURG - Larry A. Klein, director of the Administrative Services Bureau in the Pennsylvania Department of Banking, recently was the recipient of a Special Award for Affirmative Action during the Department's Annual Employee Recognition Program.

Secretary of Banking Sarah W. Hargrove presented Klein with the Award for his outstanding contribution in furthering the goals of the Affirmative Action Program within the Department of Banking.

Klein, who has been with the Department for eight years, resides in Dillsburg, PA with his wife, Beth, and their daughter.

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DILLSBURG BANNER
Dillsburg, PA 17019

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

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NEWS RELEASE

12/9/87

CONTACT: 717-787-2665 Sandra A. Dunkelberger FOR RELEASE: IMMEDIATE

HARRISBURG - Robert E. Zinn, an examiner in the Consumer Credit Bureau of the Department of Banking, recently was given a Special Achievement Award during the Department's annual Employee Recognition Program.

Secretary of Banking Sarah W. Hargrove presented Zinn with the Award for superior performance and exceptional achievement in the furtherance of the Department's goals of performing its regulatory function in a professional and efficient manner.

Zinn, who has been with the Department of Banking for 17 years, resides with his wife, Cornelia, in Reading.

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THE READING EAGLE
345 Penn Street
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Reading, PA 19603-0582

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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Alexander J. Laffey, commercial bank examiner in the Banking Bureau of the Pennsylvania Department of Banking, recently was awarded the Secretary's Award for Supervisory Excellence at an Employee Recognition Program held in Harrisburg.

Secretary of Banking Sarah W. Hargrove presented Laffey with the Award for "consistent, professional and insightful ability to supervise, train and assign those individuals under his supervision in a manner which best serves the Department of Banking and the institutions we regulate and supervise."

Laffey, who has been with the Department of Banking for 31 years, resides in Wilkes-Barre with his wife, Lillian.

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NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Mary E. Taylor, clerical supervisor in the Banking Bureau of the Pennsylvania Department of Banking, recently was awarded the 1987 Sustained Superior Performance Award at an Employee Recognition Program held in Harrisburg.

Secretary of Banking Sarah W. Hargrove presented Taylor with the Award for "sustained superior performance and exceptional achievement in the furtherance of the Department's goals of performing its regulatory function in a thorough, professional and efficient manner."

Taylor, who has been with the Department for over 21 years, lives with her husband, Patrick, in Lykens.

###

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665 Sandra A. Dunkelberger **FOR RELEASE:** IMMEDIATE

HARRISBURG - Warren J. Callaway, assistant director of the Savings Association Bureau, Pennsylvania Department of Banking, today was awarded the 1987 Sustained Superior Performance Award at an Employee Recognition Program held in Harrisburg.

Secretary of Banking Sarah W. Hargrove presented Callaway with the Award for "sustained superior performance and exceptional achievement in the furtherance of the Department's goals of performing its regulatory function in a thorough, professional and efficient manner."

Callaway, who has been with the Department of Banking for 31 years, resides in Mechanicsburg, PA with his wife, Annabelle.

###

COMMONWEALTH OF PENNSYLVANIA
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Robert P. Casey
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Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

12/9/87

CONTACT: 717-787-2665 Sandra A. Dunkelberger

FOR RELEASE: IMMEDIATE

HARRISBURG - Madeline McGuire Love, Office of the Secretary, Department of Banking, recently was awarded a Special Achievement Award at an Employee Recognition Program held in Harrisburg.

Secretary of Banking Sarah W. Hargrove presented Love with the Award for "superior effort and cooperation in facilitating my orientation and transition as Banking Secretary." Secretary Hargrove said that Love's "superior attitude and willingness to extend herself by working extra hours and in a number of other ways far exceed the requirements or expectations of her position."

Love, who has been with the Department of Banking for seven years, is a native of Locust Gap and now resides in Highspire, PA.

###

THE NEWS-ITEM
Box 587
Shamokin, PA 17872

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717-787-2665

FOR RELEASE: December 31, 1987

HARRISBURG - Robert J. Rockwell retired recently from his position as Commercial Bank Examiner, Pennsylvania Department of Banking, after 15 years with the Commonwealth.

Rockwell is a graduate of Scott Township High School and Bucknell University. Prior to his tenure with the Department of Banking, he was employed for 20 years as an accountant with Wise Foods, Berwick.

Rockwell and his wife, Susan, reside in Berwick.

###

Sent to PRESS-ENTERPRISE, INC.
Paul R. Eyerly, III, Editor
3185 Lackawanna Avenue
Bloomsburg, PA 17815

Requested by Mr. Rockwell

PRESS-ENTERPRISE

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Here are the facts which we
talked about for the paper.

Robert J Rockwell - 220 East Front
St Berwick - recently retired from
the Depart of Banking - Comm. of Pa.
He had been employed by the Department
for 15 years as a bank examiner. Prior
to this he has been employed by Wise
Foods, Berwick for the previous 20 years
as an accountant -

etc -

Thank You
Rocky -

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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Secretary

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Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721

FOR RELEASE:

ANNE A. BUCHANAN JOINS PENNSYLVANIA DEPARTMENT OF BANKING

HARRISBURG, March 14, 1988 --- Anne A. Buchanan has joined the Pennsylvania Department of Banking as Director of the Information and Consumer Services Bureau, Secretary of Banking Sarah W. Hargrove today announced.

In her new position, Buchanan will oversee the media and public relations, statistical analysis and research, and consumer affairs activities for the State agency. She also will be responsible for developing a consumer outreach program that will educate Pennsylvania consumers about basic financial products and services.

"Anne's appointment will spearhead a new educational mandate for the Department of Banking," Secretary Hargrove noted. "A better informed consumer will complement our efforts to effectively supervise financial institutions and ensure a safe and healthy financial system in Pennsylvania."

Before joining the Department of Banking, Buchanan was manager of media relations at Mellon Bank (East) in Philadelphia.

She is a graduate of the University of North Carolina at Chapel Hill and the Bank Marketing Association's School of Bank Marketing at the University of Colorado.

The Pennsylvania Department of Banking, which employs 150, regulates and supervises more than 6,000 state-chartered financial institutions.

# # # # # #

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3/18/88
c. 2

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721

FOR RELEASE: Beginning Friday, March 18, 1988

Pennsylvania's state-chartered banking institutions indicated continued growth according to the 1987 yearend financial information released by Secretary of Banking Sarah W. Hargrove today.

The 150 reporting institutions included 126 commercial banks, nine savings banks, five private banks, and ten trust companies. These institutions maintained 1,772 branch offices, 255 of which were remote service facilities (ATMs). In addition there were nine foreign bank branch/representative offices in Pennsylvania.

Total assets of the reporting institutions were approximately $69.6 billion, an increase of $3.9 billion or 6.0 percent over that reported as of December 31, 1986. The increase of $2.8 billion in total loans assisted Pennsylvania's expanding economy; and the $1.4 billion increase in investments as a result of this expansion, were the principal factors in asset growth. On the liability side, increases of $2.0 billion or 3.9 percent in total deposits and $253 million or 5.8 percent in equity capital were achieved during the 12-month period.

The 126 commercial banks recorded total assets of $46 billion, an increase of approximately $3 billion over that of December 31, 1986. Total assets of the nine savings banks were $23 billion, a $822 million increase. A $43 million increase in assets to $312 million was reported by our five private banks. The ten trust companies had $35 million in total assets, reflecting a growth of over $5 million, and the nine foreign bank offices in the Commonwealth reported combined assets of $1.1 billion, which represented an increase of $244 million or 29 percent over last year.

Total earnings for 1987, excluding foreign bank offices, amounted to $349 million, a $66 million increase since last quarter. Net income for the year 1987 for the commercial banks was $477 million which represented an increase of $60 million from last year. The nine savings banks showed a combined loss of $137 million for the year ended December 31, 1987. This loss was due to (1) one large savings bank's net operating loss in the third quarter, which resulted from a higher loan loss provision and the write-off of goodwill from a previous acquisition; and (2) one medium-sized bank's loss in the fourth quarter resulting from loan losses and security/loan trading losses. However, earnings for the other seven savings banks, excluding these two banks, added up to $38 million for the year. The combined earnings of $9 million for the private banks and trust companies were almost $1 million higher than last year's earnings.

Listed on the following page are the pertinent analysis ratios as compared to those of last quarter and last year.

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER** BANKS	TOTAL STATE
12/31/87				
1. Capital to Asset Ratio	8.1	5.6	16.9	7.2
2. Return on Assets	1.0	(0.6)	2.6	0.5
3. Return on Capital	14.2	(11.8)	15.7	7.6
4. Yield on Loans	9.3	10.7	10.8	9.4
5. Yield on Securities	7.9	8.0	8.7	7.9
6. Average Cost of Deposits	5.9	7.0	6.1	6.3
7. Loans to Deposits Ratio	77.3	69.9	78.4	76.8
09/30/87				
1. Capital to Asset Ratio	8.1	5.5	15.3	7.2
2. Return on Assets*	1.1	(0.5)	2.9	0.5
3. Return on Capital*	14.7	(9.8)	19.2	8.3
4. Yield on Loans*	9.5	9.9	9.6	9.4
5. Yield on Securities*	7.9	8.5	8.0	8.1
6. Average Cost of Deposits*	5.9	6.8	5.8	6.2
7. Loans to Deposits Ratio	77.9	74.5	89.4	78.3
12/31/86				
1. Capital to Asset Ratio	7.7	6.2	15.8	7.2
2. Return on Assets	1.0	0.3	2.7	0.7
3. Return on Capital	13.9	4.9	17.5	11.3
4. Yield on Loans	9.7	10.3	9.9	9.6
5. Yield on Securities	8.6	8.2	8.2	8.4
6. Average Cost of Deposits	6.6	8.3	6.4	7.1
7. Loans to Deposits Ratio	74.0	70.6	81.2	74.3

* Annualized rates.
** Including private banks and trust companies.

Attention is also directed to the attached tables for additional information.

##

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	DECEMBER 31, 1987		DECEMBER 31, 1986		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 3,938,471	5.7%	$ 4,398,062	6.7%	$ (459,591)	-10.4%
SECURITIES	20,336,014	29.2%	18,921,656	28.8%	1,414,358	7.5%
FED FUNDS SOLD	855,805	1.2%	1,110,152	1.7%	(254,347)	-22.9%
LOANS & LEASES	41,597,089	59.8%	38,716,163	58.9%	2,880,926	7.4%
LOAN LOSS RESERVE	463,224	0.7%	389,778	0.6%	73,446	18.8%
TRANSFER RISK RESERVE	13	0.0%	0	0.0%	13	>100.0%
NET LOANS & LEASES	41,133,852	59.1%	38,326,385	58.3%	2,807,467	7.3%
TRADING ACCT ASSETS	41,786	0.1%	60,385	0.1%	(18,599)	-30.8%
FIXED ASSETS	704,597	1.0%	598,597	0.9%	106,000	17.7%
OTHER REAL ESTATE	166,028	0.2%	96,789	0.1%	69,239	71.5%
INVESTMENTS IN SUBS	365,999	0.5%	51,084	0.1%	314,915	>100.0%
CUSTOMERS' LIABILITY	29,596	0.0%	23,651	0.0%	5,945	25.1%
INTANGIBLE ASSETS	722,509	1.0%	867,291	1.3%	(144,782)	-16.7%
OTHER ASSETS	1,306,650	1.9%	1,233,395	1.9%	73,255	5.9%
TOTAL ASSETS	69,601,307	100.0%	65,687,447	100.0%	3,913,860	6.0%
LIABILITIES						
NONINT-BEARING DEPS	6,478,066	9.3%	6,668,218	10.2%	(190,152)	-2.9%
INT-BEARING DEPS	47,694,292	68.5%	45,471,363	69.2%	2,222,929	4.9%
TOTAL DEPOSITS	54,172,358	77.8%	52,139,581	79.4%	2,032,777	3.9%
FED FUNDS PURCHASED	5,486,539	7.9%	5,033,169	7.7%	453,370	9.0%
NOTES TO US TREASURY	196,646	0.3%	287,965	0.4%	(91,319)	-31.7%
OTHER BORROWINGS	2,650,257	3.8%	1,551,926	2.4%	1,098,331	70.8%
MORTGAGE & CAP LEASE	89,149	0.1%	61,459	0.1%	27,690	45.1%
SUBORDINATED NOTES	108,450	0.2%	535,548	0.8%	(427,098)	-79.7%
OTHER LIABILITIES	2,308,248	3.3%	1,740,909	2.7%	567,339	32.6%
TOTAL LIABILITIES	65,011,647	93.4%	61,350,557	93.4%	3,661,090	6.0%
EQUITY CAPITAL						
PREFERRED STOCK	12	0.0%	25,412	0.0%	(25,400)	-100.0%
COMMON STOCK	388,541	0.6%	371,453	0.6%	17,088	4.6%
SURPLUS	2,044,372	2.9%	2,129,264	3.2%	(84,892)	-4.0%
UNDIVIDED PROFITS	2,156,735	3.1%	1,810,761	2.8%	345,974	19.1%
TOTAL EQUITY CAPITAL	4,589,660	6.6%	4,336,890	6.6%	252,770	5.8%
TOTAL LIAB & CAPITAL	69,601,307	100.0%	65,687,447	100.0%	3,913,860	6.0%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF DECEMBER 31, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,604,380	$ 291,683	$ 33,009	$ 1,514	$ 7,885	$ 3,983,471
SECURITIES	10,791,501	9,470,283	26,055	21,196	26,979	20,336,014
FED FUNDS SOLD	566,994	276,465	11,846	500	0	855,805
LOANS & LEASES	29,256,371	11,101,304	214,409	646	1,024,359	41,597,089
LOAN LOSS RESERVE	329,370	126,852	1,936	0	5,066	463,224
TRANSFER RISK RESERVE	13	0	0	0	0	13
NET LOANS	28,926,988	10,974,452	212,473	646	1,019,293	41,133,852
TRADING ACCT ASSETS	1,664	39,995	127	0	0	41,786
FIXED ASSETS	530,613	168,018	2,539	3,427	0	704,597
OTHER REAL ESTATE	44,624	121,190	199	15	0	166,028
INVESTMENTS IN SUBS	327,947	37,061	758	233	0	365,999
CUSTOMERS' LIABILITY	14,242	0	370	0	14,984	29,596
INTANGIBLE ASSETS	42,171	680,039	253	46	0	722,509
OTHER ASSETS	703,584	558,919	23,914	7,788	12,445	1,306,650
TOTAL ASSETS	45,554,708	22,618,105	311,543	35,365	1,081,586	69,601,307
LIABILITIES						
NONINT-BEARING DEPS	5,918,155	480,755	44,894	0	34,262	6,478,066
INT-BEARING DEPS	31,916,706	15,410,023	229,436	0	138,127	47,694,292
TOTAL DEPOSITS	37,834,861	15,890,778	274,330	0	172,389	54,172,358
FED FUNDS PURCHASED	2,738,884	2,740,654	0	0	7,001	5,486,539
NOTES TO US TREASURY	196,646	0	0	0	0	196,646
OTHER BORROWINGS	683,537	1,962,419	0	0	4,301	2,650,257
MORTGAGE & CAP LEASE	41,382	47,767	0	0	0	89,149
SUBORDINATED NOTES	108,450	0	0	0	0	108,450
OTHER LIABILITIES	579,909	818,443	8,398	7,047	894,451	2,308,248
TOTAL LIABILITIES	42,183,669	21,460,061	282,728	7,047	1,078,142	65,011,647
EQUITY CAPITAL						
PREFERRED STOCK	12	0	0	0	0	12
COMMON STOCK	331,805	44,498	8,388	3,850	0	388,541
SURPLUS	1,386,025	635,450	12,653	8,782	1,462	2,044,372
UNDIVIDED PROFITS	1,653,197	478,096	7,774	15,686	1,982	2,156,735
TOTAL EQUITY CAPITAL	3,371,039	1,158,044	28,815	28,318	3,444	4,589,660
TOTAL LIAB & CAPITAL	45,554,708	22,618,105	311,543	35,365	1,081,586	69,601,307

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/87 TO 12/31/87	01/01/86 TO 12/31/86	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$5,762,324	$5,548,664	$ 213,660	3.9%
TOTAL INTEREST EXPENSE	3,710,818	3,663,814	47,004	1.3%
NET INTEREST INCOME	2,051,506	1,884,850	166,656	8.8%
LOAN/LEASE LOSS PROVISION	183,531	170,456	13,075	7.7%
TOTAL NONINTEREST INCOME	567,845	527,585	40,260	7.6%
GAINS/LOSSES ON SECURITIES	37,633	81,681	(44,048)	-53.9%
TOTAL NONINTEREST EXPENSE	2,021,969	1,778,574	243,395	13.7%
INCOME BEFORE INCOME TAXES	451,484	545,086	(93,602)	-17.2%
APPLICABLE INCOME TAXES	123,190	94,744	28,446	30.0%
INCOME BEFORE EXTRAORDINARY ITEMS	328,294	450,342	(122,048)	-27.1%
EXTRAORDINARY ITEMS/ADJUSTMENTS	20,749	37,933	(17,184)	-45.3%
NET INCOME	349,043	488,275	(139,232)	-28.5%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
YEAR ENDED DECEMBER 31, 1987

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$2,708,616	$1,192,266	$23,101	$ 61	$3,924,044
FROM LEASE FINANCING	43,319	0	0	0	43,319
FROM DEPOSITORY INSTITUTIONS	91,554	12,251	820	22	104,647
INT/DIV ON SECURITIEES	850,352	761,418	1,891	2,211	1,615,872
FROM TRADING ACCOUNTS	1,166	621	0	0	1,787
ON FEDERAL FUNDS SOLD	50,774	20,445	1,411	25	72,655
TOTAL INTEREST INCOME	3,745,781	1,987,001	27,223	2,319	5,762,324
INTEREST EXPENSE					
ON DEPOSITS	1,888,040	1,080,803	13,957	0	2,982,800
OF FEDERAL FUNDS PURCHASED	167,468	290,347	32	0	457,847
ON BORROWINGS	53,452	161,379	133	0	214,964
ON MORTGAGE & CAPITAL LEASES	4,425	1,832	0	0	6,257
ON SUBORDINATED NOTES	10,715	38,235	0	0	48,950
TOTAL INTEREST EXPENSE	2,124,100	1,572,596	14,122	0	3,710,818
NET INTEREST INCOME	1,621,681	414,405	13,101	2,319	2,051,506
LOAN/LEASE LOSS PROVISION	109,347	73,476	708	0	183,531
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	70,899	0	0	0	70,899
SERVICE CHARGES	91,166	56,685	874	0	148,725
OTHER NONINTEREST INCOME	262,904	37,172	3,517	44,628	348,221
TOTAL NONINTEREST INC	424,969	93,857	4,391	44,628	567,845
GAINS/LOSSES ON SECURITIES	18,470	17,528	970	665	37,633
NONINTEREST EXPENSE					
SALARIES & BENEFITS	623,155	203,124	5,559	10,294	842,132
PREMISES & FIXED ASSETS	182,055	69,589	1,024	11,854	264,522
OTHER NONINTEREST EXPENSE	581,161	308,839	3,647	21,668	915,315
TOTAL NONINTEREST EXPENSE	1,386,371	581,552	10,230	43,816	2,021,969
INCOME BEFORE INCOME TAXES	569,402	(129,238)	7,524	3,796	451,484
INCOME TAXES	105,577	15,850	334	1,429	123,190
EXTRAORDINARY ITEMS/ADJUSTMENTS	13,222	8,101	(574)	0	20,749
NET INCOME	477,047	(136,987)	6,616	2,367	349,043

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	DECEMBER 31, 1987		SEPTEMBER 30, 1987		DECEMBER 31, 1986	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	126	1,556	125	1,539	126	1,445
SAVINGS BANKS	9	211	9	210	8	210
PRIVATE BANKS	5	5	5	5	5	5
TRUST COMPANIES	10	0	9	0	9	0
FOREIGN BANK OFFICES	-	9	-	9	-	10
TOTAL STATE BANKS	150	1,781	148	1,763	148	1,670

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721 - Anne A. Buchanan

FOR RELEASE: April 27, 1988

PA. DEPARTMENT OF BANKING ANNOUNCES CREATION OF CONSUMER EDUCATION PROGRAM

HARRISBURG (April 27) --- In observance of National Consumers Week, Pennsylvania Secretary of Banking Sarah W. Hargrove announced today that her agency has created a traveling outreach program to educate consumers about basic financial services.

The program involves a presentation, intended to inform consumers about the types of financial institutions operating in Pennsylvania and the products and services they offer. Designed for high schools and community groups, the outreach program will address both commonly asked questions and lesser-known issues concerning relationships with financial institutions.

"Our Consumer Affairs area currently responds to nearly 2,000 inquiries and complaints each year from customers of state-chartered financial insitutions," Hargrove said. "In addressing these questions, it has become obvious to us that today's financial consumer is overwhelmed by the vast number of options available in the marketplace.

"The best protection a consumer has in dealing with a financial insitution is information and education. We hope that this outreach program will enable consumers to shop for financial services and to make informed decisions based on their specific needs."

Topics to be covered by the program include:

- differences between a bank, savings and loan association and credit union.

(-MORE-)

- how checking and savings accounts work.
- rights and responsibilities of a borrower.
- differences between fixed and adjustable rate loans and how to choose between the two.
- how credit card balances are calculated.
- penalties a customer might encounter and how to avoid them.

The program is expected to be operating by summer. Schools and community groups interested in more information may contact the Department of Banking, Bureau of Information and Consumer Services, 333 Market Street, 16th Floor, Harrisburg, PA 17101-2290.

The Department of Banking regulates nearly 6,000 state-chartered institutions in Pennsylvania, and employs 150 people.

# # # #

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JUN 20 1988

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: Immediate

PENNSYLVANIA STATE BANKS CONTINUE TO GROW

HARRISBURG, June 14 --- Pennsylvania's state-chartered banks showed continued growth but posted fewer profits for the first quarter of 1988, compared to the same period last year, according to Secretary of Banking Sarah W. Hargrove.

Pennsylvania also saw its number of commercial and savings banks grow, bringing to 152 the number of state-chartered banks operating in the state. Since March 1987, the state system has added three commercial banks, two savings banks and one trust company.

The 152 reporting institutions included 127 commercial banks, ten savings banks, five private banks, and ten trust companies. Together, the institutions maintain 1,790 branch offices, 252 of which are remote service facilities (ATMs). In addition, ten foreign banks maintain branches or representative offices in Pennsylvania.

Total assets of all reporting institutions, including foreign bank offices, as of March 31, 1988, were approximately $69 billion, an increase of $2.8 billion or 4.2 percent from last year. The growth in assets was primarily attributable to increases in total loans of $2.6 billion, which helped support the growth of Pennsylvania's economy and also reflected the state's economic strength. On the liability side, growth of $1.9 billion or 3.7 percent in total deposits, and $96 million or 2.1 percent in equity capital were also reported for the twelve-month period ending March 31, 1988.

(-more-)

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

The 127 commercial banks reported total assets of about $45.9 billion, an increase of $3.3 billion over those of March 31, 1987 when 124 banks reported. Total assets reported by the ten savings banks totaled $22 billion. The five private banks reported assets of $344 million, an increase of $56 million from a year ago. The ten trust companies reported $37.9 million in total assets, reflecting a growth of almost $6 million. Five of the ten foreign bank offices in the state book their assets in Pennsylvania and reported combined assets of about $780 million.

Total bank earnings for the first quarter of 1988, excluding foreign banks, were approximately $122 million. For the same period last year, that figure was nearly $146 million. The reduction in net income was caused primarily by the operating losses of one savings bank. Net income of the commercial banks for the three-month period was $119 million, which represented an increase of almost $1 million, or about one percent, over the same period last year.

The first quarter net income of the ten savings banks was $397,000, a decrease of almost $25 million from a year ago when eight banks reports. For this quarter, the state's largest savings bank, Meritor Savings Bank, reported a $10 million net operating loss, mainly due to a narrower interest spread.

Net earnings for private banks were about $1.3 million, and trust companies reported net income of almost $1 million, or 46 percent increase from the same period last year.

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EDITOR'S NOTE: Listed on the following page are pertinent analysis ratios compared to those of last quarter and last year, followed by five supporting tables.

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
03/31/88				
1. Capital to Asset Ratio	8.1	5.9	15.0	7.5
2. Return on Assets*	1.0	0.0 (b)	2.3	0.7
3. Return on Capital*	13.9	0.1	15.6	10.5
4. Yield on Loans*	9.9	10.2	9.7	10.0
5. Yield on Securities*	8.0	8.6	9.3	8.3
6. Average Cost of Deposits*	6.2	7.1	6.7	6.5
7. Loans to Deposits Ratio	77.4	72.9	90.3	76.2
12/31/87				
1. Capital to Asset Ratio	8.1	5.6	16.9	7.2
2. Return on Assets	1.0	(0.6)	2.6	0.5
3. Return on Capital	14.2	(11.8)	15.7	7.6
4. Yield on Loans	9.3	10.7	10.8	9.4
5. Yield on Securities	7.9	8.0	8.7	7.9
6. Average Cost of Deposits	5.9	7.0	6.1	6.3
7. Loans to Deposits Ratio	77.3	69.9	78.4	76.8
03/31/87				
1. Capital to Asset Ratio	8.0	7.2	15.1	7.8
2. Return on Assets*	1.1	0.5	2.4	0.9
3. Return on Capital*	15.6	7.4	17.5	13.1
4. Yield on Loans*	10.4	10.4	9.4	10.4
5. Yield on Securities*	8.1	8.4	9.0	8.2
6. Average Cost of Deposits*	6.0	7.0	6.5	6.3
7. Loans to Deposits Ratio	74.8	71.1	97.9	73.8

* Annualized rates.
(a) Private banks and trust companies.
(b) Less than 0.01%.

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	03/31/88		03/31/87		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 3,692,878	5.3%	$ 3,839,806	5.8%	$ (146,928)	-3.8%
SECURITIES	19,742,612	28.6%	19,639,142	29.6%	103,470	0.5%
FED FUNDS SOLD	1,189,284	1.7%	1,027,857	1.6%	161,427	15.7%
LOANS & LEASES	41,661,508	60.4%	39,040,615	58.9%	2,620,893	6.7%
LOAN LOSS RESERVE	469,679	0.7%	401,786	0.6%	67,893	16.9%
NET LOANS & LEASES	41,191,829	59.7%	38,638,829	58.3%	2,553,000	6.6%
TRADING ACCOUNT ASSETS	57,856	0.1%	22,323	0.0%	35,533	159.0%
FIXED ASSETS	723,396	1.0%	605,871	0.9%	117,525	19.4%
OTHER REAL ESTATE	184,601	0.3%	105,619	0.2%	78,982	74.8%
INVESTMENTS IN SUBS	320,917	0.5%	328,291	0.5%	(7,374)	-2.2%
CUSTOMERS' LIABILITY	20,371	0.0%	26,614	0.0%	(6,243)	-23.5%
INTANGIBLE ASSETS	682,236	1.0%	853,056	1.3%	(170,820)	-20.0%
OTHER ASSETS	1,222,940	1.8%	1,180,389	1.8%	42,551	3.6%
TOTAL ASSETS	69,028,920	100.0%	66,267,797	100.0%	2,761,123	4.2%
LIABILITIES						
NONINT-BEARING DEPOSITS	6,026,530	8.7%	5,745,871	8.7%	280,659	4.9%
INT-BEARING DEPOSITS	47,842,958	69.3%	46,205,036	69.7%	1,637,922	3.5%
TOTAL DEPOSITS	53,869,488	78.0%	51,950,907	78.4%	1,918,581	3.7%
FED FUNDS PURCHASED	5,413,621	7.8%	5,422,653	8.2%	(9,032)	-0.2%
NOTES TO U.S. TREASURY	294,515	0.4%	110,992	0.2%	183,523	165.3%
OTHER BORROWINGS	2,575,842	3.7%	1,910,887	2.9%	664,955	34.8%
MORTGAGE & CAPITAL LEASE	47,075	0.1%	58,351	0.1%	(11,276)	-19.3%
SUBORDINATED NOTES	108,300	0.2%	571,589	0.9%	(463,289)	-81.1%
OTHER LIABILITIES	2,064,344	3.0%	1,682,827	2.5%	381,517	22.7%
TOTAL LIABILITIES	64,373,185	93.3%	61,708,206	93.1%	2,664,979	4.3%
EQUITY CAPITAL						
PREFERRED STOCK	12	0.0%	25,012	0.0%	(25,000)	-100.0%
COMMON STOCK	392,152	0.6%	373,972	0.6%	18,180	4.9%
SURPLUS	2,060,249	3.0%	2,135,704	3.2%	(75,455)	-3.5%
UNDIVIDED PROFITS	2,203,322	3.2%	2,024,903	3.1%	178,419	8.8%
TOTAL EQUITY CAPITAL	4,655,735	6.7%	4,559,591	6.9%	96,144	2.1%
TOTAL LIAB & CAPITAL	69,028,920	100.0%	66,267,797	100.0%	2,761,123	4.2%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF MARCH 31, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,304,282	$ 352,303	$ 23,040	$ 2,281	$ 10,972	$ 3,692,878
SECURITIES	10,845,360	8,820,836	27,078	21,984	27,354	19,742,612
FED FUNDS SOLD	933,193	227,472	26,019	450	2,150	1,189,284
LOANS & LEASES	29,490,685	11,182,760	254,331	620	733,112	41,661,508
LOAN LOSS RESERVE	327,273	135,271	1,966	0	5,169	469,679
NET LOANS & LEASES	29,163,412	11,047,489	252,365	620	727,943	41,191,829
TRADING ACCOUNT ASSETS	7,748	49,981	127	0	0	57,856
FIXED ASSETS	537,975	178,524	2,698	4,199	0	723,396
OTHER REAL ESTATE	45,193	139,249	159	0	0	184,601
INVESTMENTS IN SUBS	283,809	36,199	676	233	0	320,917
CUSTOMERS' LIABILITY	17,367	0	210	0	2,794	20,371
INTANGIBLE ASSETS	38,222	643,731	239	44	0	682,236
OTHER ASSETS	685,389	509,452	11,196	8,067	8,836	1,222,940
TOTAL ASSETS	45,861,950	22,005,236	343,807	37,878	780,049	69,028,920
LIABILITIES						
NONINT-BEARING DEPOSITS	5,477,464	479,404	40,033	0	29,629	6,026,530
INT-BEARING DEPOSITS	32,601,779	14,869,792	242,367	0	129,020	47,842,958
TOTAL DEPOSITS	38,079,243	15,349,196	282,400	0	158,649	53,869,488
FED FUNDS PURCHASED	2,600,207	2,809,714	0	0	3,700	5,413,621
NOTES TO U.S. TREASURY	294,515	0	0	0	0	294,515
OTHER BORROWINGS	702,518	1,869,275	0	0	4,049	2,575,842
MORTGAGE & CAPITAL LEASE	39,624	7,451	0	0	0	47,075
SUBORDINATED NOTES	108,300	0	0	0	0	108,300
OTHER LIABILITIES	605,136	801,759	36,184	7,614	613,651	2,064,344
TOTAL LIABILITIES	42,429,543	20,837,395	318,584	7,614	780,049	64,373,185
EQUITY CAPITAL						
PREFERRED STOCK	12	0	0	0	0	12
COMMON STOCK	335,399	44,498	8,405	3,850	0	392,152
SURPLUS	1,386,975	649,979	13,411	9,884	0	2,060,249
UNDIVIDED PROFITS	1,710,021	473,364	3,407	16,530	0	2,203,322
TOTAL EQUITY CAPITAL	3,432,407	1,167,841	25,223	30,264	0	4,655,735
TOTAL LIAB & CAPITAL	45,861,950	22,005,236	343,807	37,878	780,049	69,028,920

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/88 TO 03/31/88	01/01/87 TO 03/31/87	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$1,470,665	$1,377,594	$ 93,071	6.76%
TOTAL INTEREST EXPENSE	961,408	875,817	85,591	9.77%
NET INTEREST INCOME	509,257	501,777	7,480	1.49%
LOAN/LEASE LOSS PROVISION	36,304	35,536	768	2.16%
TOTAL NONINTEREST INCOME	160,087	145,810	14,277	9.79%
GAINS/LOSSES ON SECURITIES	16,152	22,499	(6,347)	-28.21%
TOTAL NONINTEREST EXPENSE	499,744	461,394	38,350	8.31%
INCOME BEFORE INCOME TAXES	149,448	173,156	(23,708)	-13.69%
APPLICABLE INCOME TAXES	31,937	43,193	(11,256)	-26.06%
INCOME BEFORE EXTRAORDINARY ITEMS	117,511	129,963	(12,452)	-9.58%
EXTRAORDINARY ITEMS/ADJUSTMENTS	4,463	15,788	(11,325)	-71.73%
NET INCOME	121,974	145,751	(23,777)	-16.31%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE FIRST QUARTER ENDED MARCH 31, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$717,635	$284,169	$6,175	$ 14	$1,007,993
FROM LEASE FINANCING	12,190	0	0	0	12,190
FROM DEPOSITORY INSTITUTIONS	23,429	812	297	3	24,541
INT/DIV ON SECURITIES	218,206	189,010	453	691	408,360
FROM TRADING ACCOUNT ASSETS	145	438	1	0	584
ON FEDERAL FUNDS SOLD	11,908	4,777	303	9	16,997
TOTAL INTEREST INCOME	983,513	479,206	7,229	717	1,470,665
INTEREST EXPENSE					
ON DEPOSITS	504,987	265,486	4,055	0	774,528
OF FED FUNDS PURCHASED	45,506	66,711	31	0	112,248
ON BORROWINGS	14,414	45,944	28	0	60,386
MORTGAGE & CAPITAL LEASES	1,052	904	0	0	1,956
ON SUBORDINATED NOTES	2,486	9,804	0	0	12,290
TOTAL INTEREST EXPENSE	568,445	388,849	4,114	0	961,408
NET INTEREST INCOME	415,068	90,357	3,115	717	509,257
LOAN/LEASE LOSS PROVISION	20,467	15,814	23	0	36,304
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	19,511	0	0	0	19,511
SERVICE CHARGES	24,661	14,693	286	0	39,640
OTHER NONINTEREST INCOME	65,630	21,222	726	13,358	100,936
TOTAL NONINTEREST INCOME	109,802	35,915	1,012	13,358	160,087
GAINS/LOSSES ON SECURITIES	6,969	9,072	0	111	16,152
NONINTEREST EXPENSE					
SALARIES & BENEFITS	158,801	47,415	1,442	3,272	210,930
PREMISES & FIXED ASSETS	46,842	16,813	303	3,702	67,660
OTHER NONINTEREST EXPENSE	163,777	50,507	943	5,927	221,154
TOTAL NONINTEREST EXPENSE	369,420	114,735	2,688	12,901	499,744
INCOME BEFORE INCOME TAXES	141,952	4,795	1,416	1,285	149,448
APPLICABLE INCOME TAXES	22,865	8,530	90	452	31,937
EXTRAORDINARY ITEMS/ADJUSTMENTS	331	4,132	0	0	4,463
NET INCOME	119,418	397	1,326	833	121,974

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	03/31/88		12/31/87		03/31/87	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	127	1,550	126	1,556	124	1,493
SAVINGS BANKS	10	224	9	211	8	212
PRIVATE BANKS	5	6	5	5	5	5
TRUST COMPANIES	10	0	10	0	9	0
FOREIGN BANK OFFICES	-	10	-	9	-	10
TOTAL STATE BANKS	152	1,790	150	1,781	146	1,720

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

ONTACT: 717/783-4721 - Anne Buchanan Inman

FOR RELEASE: Immediate

ROBERT JOYCE INSTRUCTS EFSBS TRAINING PROGRAM

HARRISBURG -- Shillington resident Robert Joyce, a Senior bank examiner in the Pennsylvania Department of Banking, was an instructor at the Intermediate School for Bank Examiners of the Education Foundation of State Bank Supervisors (EFSBS).

The EFSBS Intermediate School for Bank Examiners, held July 11-22 in Richmond, Virginia, was designed for examiners who have had some exposure to installment, mortgage or small commercial loans. The School emphasizes loan evaluation, offers sessions on gathering and communicating information effectively, allows hands-on application of skills and helps students to analyze and critique in writing a bank's asset quality, compliance to loan policy, loan loss reserve adequacy, and loan documentation quality.

Robert Joyce joined the Department in March, 1980.

# # # #

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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NEWS RELEASE

CONTACT: 717/783-4721 - Anne Buchanan Inman

FOR RELEASE: Immediate

ANNE L. BERGER ATTENDS EFSBS TRAINING PROGRAM

HARRISBURG -- Ashland resident Anne L. Berger, commercial bank examiner with the Pennsylvania Department of Banking, attended the Intermediate School for Bank Examiners of the Education Foundation of State Bank Supervisors (EFSBS), according to Secretary of Banking Sarah W. Hargrove.

The EFSBS Intermediate School for Bank Examiners, held July 11-12 in Richmond, Virginia, was designed for examiners who have had some exposure to installment, mortgage or small commercial loans. The School emphasizes loan evaluation, offers sessions on gathering and communicating information effectively, allows hands-on-application of skills and helps students to analyze and critique in writing a bank's asset quality, compliance to loan policy, loan loss reserve adequacy, and loan documentation quality.

Anne L. Berger holds a bachelor's degree in accounting from Susquehanna University. She joined the Department in May, 1985.

# # # #

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NEWS RELEASE

CONTACT: 717/783-4721 - Anne Buchanan Inman

FOR RELEASE: Immediate

RICHARD HOCKEY ATTENDS EFSBS TRAINING PROGRAM

HARRISBURG -- Johnstown resident Richard Hockey, commercial bank examiner with the Department of Banking, attended the Intermediate School for Bank Examiners of the Education Foundation of State Bank Supervisors (EFSBS), according to Secretary of Banking Sarah W. Hargrove.

The EFSBS Intermedicate School for Bank Examiners, held July 11-22 in Richmond, Virginia, was designed for examiners who have had some exposure to installment, mortgage or small commercial loans. The School emphasizes loan evaluation, offers sessions on gathering and communicating information effectively, allows hands-on-application of skills and helps students to analyze and critique in writing a bank's asset quality, compliance to loan policy, loan loss reserve adequacy, and loan documentation quality.

Richard Hockey, holds a bachelor's degree in business administration from the California University of Pennsylvania. He joined the Department in August, 1986.

# # # #

COMMONWEALTH OF PENNSYLVANIA
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NEWS RELEASE

CONTACT: 717/783-4721 - Anne Buchanan Inman

FOR RELEASE: Immediate

DONNA J. METCALFE ATTENDS EFSBS TRAINING PROGRAM

HARRISBURG -- Lemoyne resident Donna J. Metcalfe, commercial bank examiner with the Department of Banking, attended the Intermediate School for Bank Examiners of the Education Foundation of State Bank Supervisors (EFSBS), according to Secretary of Banking Sarah W. Hargrove.

The EFSBS Intermediate School for Bank Examiners, held July 11-22 in Richmond, Virginia, was designed for examiners who have had some exposure to installment, mortgage or small commercial loans. The School emphasizes loan evaluation, offers sessions on gatherine and communicating information effectiely, allows hands-on-application of skills and helps students to analyze and critique in writing a bank's asset quality, compliance to loan policy, loan loss reserve adequacy, and loan documentation quality.

Donna J. Metcalfe holds a bachelor's degree in business administration from Penn State University. She joined the Department in August, 1985.

# # # #

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NEWS RELEASE

CONTACT: 717/783-4721 - Anne Buchanan Inman

FOR RELEASE: Immediate

HARRISBURG (July 8) --- Secretary of Banking Sarah W. Hargrove today called on Pennsylvania financial institutions to act with forbearance toward state employees whose paychecks have been delayed due to the prolonged budget approval process.

"I hope that banks and other financial institutions will take into consideration the unforeseen difficulties some state employees may experience," Secretary Hargrove said. "I urge the institutions to exercise judgment and consider waiving late fees or bounced check charges. These state employees will be paid; it is simply a question of when."

Secretary Hargrove recommended that state employees who experience difficulties in making loan payments because they have not received their regular bi-weekly checks should contact their financial institution directly.

"Most financial institutions are very reasonable and cooperative in working with customers through difficult periods like this," she said.

Approximately 3,000 state employees have had paychecks delayed because the Legislature hasn't approved the Motor License Fund budget that pays Department of Transportation workers. The number of affected employees could increase to 12,000 if the General Assembly doesn't act by next week.

# # #

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AUG 02 1988

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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NEWS RELEASE

CONTACT: 717/783-4721 - Anne Buchanan Inman

FOR RELEASE: Immediate

PENNSYLVANIA'S LARGER BANKS HEALTHY AND PROFITABLE

HARRISBURG (July 18) --- Pennsylvania's top ten commercial banks showed steady growth and reported higher income for the first quarter of 1988, according to Secretary of Banking Sarah W. Hargrove.

As of March 31, 1988, the top ten commercial banks in Pennsylvania, by asset size, reported total assets of $86.6 billion, a 1.8 percent increase from a year ago. Total assets of the top ten banks represented 58 percent of the total assets of all commercial banks in Pennsylvania and nearly three percent of the national total.

The banks also reported total capital of almost $4 billion, representing 44.7 percent of the state total and 2.2 percent of the United States total. Loans by the top ten banks totaled $54 billion, which represented 57 percent of the state total and 2.9 percent of the national total.

The ten banks posted profits of $179 million for the first quarter of 1988, a $100 million increase from the same quarter last year. The $179 million profit represented 52.5 percent of all profit of Pennsylvania banks and 3.6 percent of the national total.

(-more-)

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

For the first quarter of 1988, the most profitable bank in Pennsylvania was the state's second largest, Pittsburgh National Bank ($15 billion in assets), which earned $36 million.

Mellon Bank of Pittsburgh, the state's largest ($21.9 billion in assets), reported net income of $17.5 million, an increase of $65.3 million from the same quarter last year when Mellon lost $47.8 million.

Except for Mellon Bank (East), N.A., all of the top ten banks reported higher income for this quarter, compared to the first quarter of 1987.

# # #

EDITOR'S NOTE: One page of supporting data follows.

SELECTED FINANCIAL DATA FOR PENNSYLVANIA TOP TEN COMMERCIAL BANKS, BY ASSET SIZE

MARCH 31, 1988

(Dollar Amounts in Millions)

	Total Assets	Total Loans	Equity Capital	Net Income
Top Ten Banks In PA				
Mellon Bank, NA	21,867	14,204	583	18
Pittsburgh National Bank	15,031	7,171	614	36
Fidelity Bank	10,443	6,260	444	29
Philadelphia National Bank	9,366	5,419	539	22
Meridian Bank	6,840	4,707	483	15
Provident National Bank	6,509	4,066	402	24
First Pennsylvania Bank	5,889	3,827	296	16
Mellon Bank (East), NA	4,523	3,459	196	(1)
Continental Bank	3,443	2,785	216	10
Hamilton Bank	2,732	2,072	201	10
Total Top Ten Banks	86,642	53,970	3,974	179
Total PA Banks (294 banks)	149,484	94,546	8,882	341
Total US Banks (13,542 banks)	3,017,806	1,848,838	183,238	4,978

PA Department of Banking, Statistical Analysis and Research Division

PENNSYLVANIA DEPARTMENT OF BANKING
333 Market St., 16th Floor • Harrisburg, PA 17101-2290

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

NEWS RELEASE

CONTACT : Anne B. Inman - 783-4721 **FOR RELEASE :** Immediate

Harrisburg, PA-July 31--Secretary of Banking Sarah W. Hargrove recently announced the promotion of Clifford A. Kirk from Bank Examiner III to Bank Examination Administrator. Kirk has been with the Department of Banking for 27 years.

He and his wife, Ruth E., reside in Juniata, PA.

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COMMONWEALTH OF PENNSYLVANIA
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CONTACT: 717/783-4721 - Anne Buchanan Inman

FOR RELEASE: Immediate

SEP 21 1988

PENNSYLVANIA STATE BANKS CONTINUE TO GROW

HARRISBURG, September 16 --- Pennsylvania's state-chartered banks posted a modest but healthy 1.2 percent increase in assets for the first six months of 1988, compared to the same period last year, according to Secretary of Banking Sarah W. Hargrove.

Pennsylvania also saw its number of commercial and savings banks grow, bringing to 153 the number of state-chartered banks operating in the state. Since June 1987, the state system has added ten charters: seven new banks and three through conversions. However, the overall gain was partially offset by mergers among various types of institutions, resulting in net increases of two commercial banks, three savings banks and one trust company.

The 153 reporting institutions included 127 commercial banks, eleven savings banks, five private banks, and ten trust companies. Together, the institutions maintain 1,797 branch offices, 260 of which are remote service facilities (ATMs). In addition, eight foreign banks maintain ten branches or representative offices in Pennsylvania.

Total assets of all reporting institutions, including foreign bank offices, as of June 30, 1988, were approximately $69 billion. The growth in assets was primarily attributable to increases in total loans of $1.0 billion, which helped support the growth of Pennsylvania's economy and also reflected the state's economic strength. An increase of $2.2 billion or 4.3 percent in total deposits was also reported for the twelve-month period ending June 30, 1988.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

The 127 commercial banks reported total assets of about $47.5 billion, an increase of $3.9 billion over those of June 30, 1987, when 125 banks reported. Total assets reported by the eleven savings banks totaled $21.3 billion. The five private banks reported assets of $364 million, an increase of $51 million from a year ago. The ten trust companies reported $40 million in total assets, reflecting a growth of more than $5 million. Three of the ten foreign bank offices in the state book their assets in Pennsylvania and reported combined assets of about $174 million.

Total bank earnings for the first six months of 1988, excluding foreign banks, were approximately $183 million. For the same period last year, that figure was nearly $278 million. The reduction in net income was caused primarily by the operating losses of one savings bank. Net income of the commercial banks for this period was $253 million, which represented an increase of almost $21 million, or about nine percent, over the same period last year.

The second quarter combined net income for the eleven savings banks showed a net loss of $75.5 million, a decrease of almost $116 million from a year ago when eight banks reported. For this period, the state's largest savings bank, Meritor Savings Bank, reported over $98 million net operating loss, mainly due to a narrower interest rate spread and higher charge-offs.

Net earnings for private banks were about $3.1 million; and trust companies reported net income of almost $1.9 million, an 87 percent increase from the same period last year.

# # #

EDITOR'S NOTE: Listed on the following page are pertinent analysis ratios compared to those of the previous quarter and last year, followed by five supporting tables.

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
06/30/88				
1. Capital to Assets Ratio	8.1	5.8	15.2	7.4
2. Return on Assets*	1.1	(0.7)	2.5	0.5
3. Return on Capital*	14.4	(13.8)	16.9	7.8
4. Yield on Loans*	9.7	10.5	9.8	9.9
5. Yield on Securities*	8.0	8.7	9.2	8.3
6. Average Cost of Deposits*	6.1	7.2	6.4	6.4
7. Loans to Deposits Ratio	78.1	72.9	92.1	77.0
03/31/88				
1. Capital to Assets Ratio	8.1	5.9	15.0	7.5
2. Return on Assets*	1.0	0.0 (b)	2.3	0.7
3. Return on Capital*	13.9	0.1	15.6	10.5
4. Yield on Loans*	9.9	10.2	9.7	10.0
5. Yield on Securities*	8.0	8.6	9.3	8.3
6. Average Cost of Deposits*	6.2	7.1	6.7	6.5
7. Loans to Deposits Ratio	77.4	72.9	90.3	76.2
06/30/87				
1. Capital to Assets Ratio	8.0	6.5	15.1	7.4
2. Return on Assets*	1.1	0.3	3.0	0.8
3. Return on Capital*	14.6	5.5	20.5	11.8
4. Yield on Loans*	9.5	9.7	9.4	9.3
5. Yield on Securities*	7.9	8.2	8.2	8.0
6. Average Cost of Deposits*	6.0	7.0	5.9	6.3
7. Loans to Deposits Ratio	76.5	76.7	93.7	78.3

* Annualized rates.
(a) Private banks and trust companies.
(b) Less than 0.01%.

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	06/30/88		06/30/87		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 3,621,314	5.2%	$ 3,689,397	5.4%	$ (68,083)	-1.8%
SECURITIES	19,441,574	28.0%	20,134,329	29.4%	(692,755)	-3.4%
FED FUNDS SOLD	1,463,606	2.1%	1,077,986	1.6%	385,620	35.8%
LOANS & LEASES	41,973,887	60.5%	40,926,898	59.7%	1,046,989	2.6%
LOAN LOSS RESERVE	501,495	0.7%	417,610	0.6%	83,885	20.1%
NET LOANS & LEASES	41,472,392	59.8%	40,509,288	59.1%	963,104	2.4%
TRADING ACCOUNT ASSETS	66,156	0.1%	10,250	0.0%	55,906	545.4%
FIXED ASSETS	722,320	1.0%	609,741	0.9%	112,579	18.5%
OTHER REAL ESTATE	238,706	0.3%	112,999	0.2%	125,707	111.2%
INVESTMENTS IN SUBS	370,694	0.5%	340,305	0.5%	30,389	8.9%
CUSTOMERS' LIABILITY	57,734	0.1%	26,944	0.0%	30,790	114.3%
INTANGIBLE ASSETS	673,557	1.0%	842,246	1.2%	(168,689)	-20.0%
OTHER ASSETS	1,260,902	1.8%	1,200,757	1.8%	60,145	5.0%
TOTAL ASSETS	69,388,955	100.0%	68,554,242	100.0%	834,713	1.2%
LIABILITIES						
NONINT-BEARING DEPOSITS	6,323,978	9.1%	6,065,800	8.8%	258,178	4.3%
INT-BEARING DEPOSITS	48,160,945	69.4%	46,176,667	67.4%	1,984,278	4.3%
TOTAL DEPOSITS	54,484,923	78.5%	52,242,467	76.2%	2,242,456	4.3%
FED FUNDS PURCHASED	5,583,165	8.0%	6,618,172	9.7%	(1,035,007)	-15.6%
NOTES TO U.S. TREASURY	319,240	0.5%	264,460	0.4%	54,780	20.7%
OTHER BORROWINGS	2,475,765	3.6%	2,265,284	3.3%	210,481	9.3%
MORTGAGE & CAPITAL LEASE	45,410	0.1%	56,311	0.1%	(10,901)	-19.4%
SUBORDINATED NOTES	499,456	0.7%	572,970	0.8%	(73,514)	-12.8%
OTHER LIABILITIES	1,307,954	1.9%	1,833,677	2.7%	(525,723)	-28.7%
TOTAL LIABILITIES	64,715,913	93.3%	63,853,341	93.1%	862,572	1.4%
EQUITY CAPITAL						
PREFERRED STOCK	11	0.0%	25,012	0.0%	(25,001)	-100.0%
COMMON STOCK	394,486	0.6%	376,694	0.5%	17,792	4.7%
SURPLUS	1,949,434	2.8%	2,217,090	3.2%	(267,656)	-12.1%
UNDIVIDED PROFITS	2,329,111	3.4%	2,082,105	3.0%	247,006	11.9%
TOTAL EQUITY CAPITAL	4,673,042	6.7%	4,700,901	6.9%	(27,859)	-0.6%
TOTAL LIAB & CAPITAL	69,388,955	100.0%	68,554,242	100.0%	834,713	1.2%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF JUNE 30, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,281,222	$ 305,636	$ 31,865	$ 2,496	$ 95	$ 3,621,314
SECURITIES	10,909,843	8,474,313	27,402	22,576	7,440	19,441,574
FED FUNDS SOLD	1,155,756	284,342	23,158	350	0	1,463,606
LOANS & LEASES	30,693,190	10,851,216	266,806	590	162,085	41,973,887
LOAN LOSS RESERVE	344,483	152,418	2,094	0	2,500	501,495
NET LOANS & LEASES	30,348,707	10,698,798	264,712	590	159,585	41,472,392
TRADING ACCOUNT ASSETS	12,375	53,781	0	0	0	66,156
FIXED ASSETS	542,272	172,603	3,354	4,091	0	722,320
OTHER REAL ESTATE	46,385	192,163	158	0	0	238,706
INVESTMENTS IN SUBS	331,139	38,233	856	233	233	370,694
CUSTOMERS' LIABILITY	56,341	0	230	0	1,163	57,734
INTANGIBLE ASSETS	47,621	625,651	243	42	0	673,557
OTHER ASSETS	729,782	503,667	12,177	9,671	5,605	1,260,902
TOTAL ASSETS	47,461,443	21,349,187	364,155	40,049	174,121	69,388,955
LIABILITIES						
NONINT-BEARING DEPOSITS	5,797,538	500,200	25,846	0	394	6,323,978
INT-BEARING DEPOSITS	33,515,579	14,379,583	264,438	0	1,345	48,160,945
TOTAL DEPOSITS	39,313,117	14,879,783	290,284	0	1,739	54,484,923
FED FUNDS PURCHASED	2,820,780	2,762,385	0	0	0	5,583,165
NOTES TO U.S. TREASURY	318,673	567	0	0	0	319,240
OTHER BORROWINGS	672,454	1,803,311	0	0	0	2,475,765
MORTGAGE & CAPITAL LEASE	38,927	6,483	0	0	0	45,410
SUBORDINATED NOTES	107,648	391,808	0	0	0	499,456
OTHER LIABILITIES	673,693	408,086	45,908	8,518	171,749	1,307,954
TOTAL LIABILITIES	43,945,292	20,252,423	336,192	8,518	173,488	64,715,913
EQUITY CAPITAL						
PREFERRED STOCK	11	0	0	0	0	11
COMMON STOCK	337,383	44,498	8,405	3,850	350	394,486
SURPLUS	1,392,516	531,802	13,959	10,874	283	1,949,434
UNDIVIDED PROFITS	1,786,241	520,464	5,599	16,807	0	2,329,111
TOTAL EQUITY CAPITAL	3,516,151	1,096,764	27,963	31,531	633	4,673,042
TOTAL LIAB & CAPITAL	47,461,443	21,349,187	364,155	40,049	174,121	69,388,955

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/88 TO 06/30/88	01/01/87 TO 06/30/87	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$2,964,265	$2,809,053	$155,212	5.53%
TOTAL INTEREST EXPENSE	1,926,588	1,787,382	139,206	7.79%
NET INTEREST INCOME	1,037,677	1,021,671	16,006	1.57%
LOAN/LEASE LOSS PROVISION	94,798	75,105	19,693	26.22%
TOTAL NONINTEREST INCOME	322,500	293,774	28,726	9.78%
GAINS/LOSSES ON SECURITIES	20,776	30,732	(9,956)	-32.40%
TOTAL NONINTEREST EXPENSE	1,040,419	941,018	99,401	10.56%
INCOME BEFORE INCOME TAXES	245,736	330,054	(84,318)	-25.55%
APPLICABLE INCOME TAXES	64,403	79,194	(14,791)	-18.68%
INCOME BEFORE EXTRAORDINARY ITEMS	181,333	250,860	(69,527)	-27.72%
EXTRAORDINARY ITEMS/ADJUSTMENTS	1,507	27,155	(25,648)	-94.45%
NET INCOME	182,840	278,015	(95,175)	-34.23%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE SECOND QUARTER ENDED JUNE 30, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$ 1,461,660	$567,932	$13,065	$ 27	$2,042,684
FROM LEASE FINANCING	26,865	0	0	0	26,865
FROM DEPOSITORY INSTITUTIONS	45,422	1,856	581	8	47,867
INT/DIV ON SECURITIES	433,927	367,351	910	1,380	803,568
FROM TRADING ACCOUNT ASSETS	853	1,456	0	0	2,309
ON FEDERAL FUNDS SOLD	29,389	10,787	781	15	40,972
TOTAL INTEREST INCOME	1,998,116	949,382	15,337	1,430	2,964,265
INTEREST EXPENSE					
ON DEPOSITS	1,024,549	519,118	8,417	0	1,552,084
OF FED FUNDS PURCHASED	92,534	131,388	35	0	223,957
ON BORROWINGS	30,688	92,400	61	0	123,149
MORTGAGE & CAPITAL LEASES	2,100	1,016	0	0	3,116
ON SUBORDINATED NOTES	4,925	19,346	0	11	24,282
TOTAL INTEREST EXPENSE	1,154,796	763,268	8,513	11	1,926,588
NET INTEREST INCOME	843,320	186,114	6,824	1,419	1,037,677
LOAN/LEASE LOSS PROVISION	46,385	48,258	155	0	94,798
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	39,133	0	0	0	39,133
SERVICE CHARGES	50,324	27,982	632	0	78,938
OTHER NONINTEREST INCOME	137,512	38,081	1,505	27,331	204,429
TOTAL NONINTEREST INCOME	226,969	66,063	2,137	27,331	322,500
GAINS/LOSSES ON SECURITIES	10,268	9,849	1	658	20,776
NONINTEREST EXPENSE					
SALARIES & BENEFITS	318,250	100,839	2,858	6,831	428,778
PREMISES & FIXED ASSETS	92,659	33,147	689	7,628	134,123
OTHER NONINTEREST EXPENSE	317,180	146,107	1,953	12,278	477,518
TOTAL NONINTEREST EXPENSE	728,089	280,093	5,500	26,737	1,040,419
INCOME BEFORE INCOME TAXES	306,083	(66,325)	3,307	2,671	245,736
APPLICABLE INCOME TAXES	53,066	10,376	180	781	64,403
EXTRAORDINARY ITEMS/ADJUSTMENTS	314	1,193	0	0	1,507
NET INCOME	253,331	(75,508)	3,127	1,890	182,840

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	06/30/88		03/31/88		06/30/87	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	127	1,567	127	1,550	125	1,516
SAVINGS BANKS	11	224	10	224	8	212
PRIVATE BANKS	5	6	5	6	5	5
TRUST COMPANIES	10	0	10	0	9	0
FOREIGN BANK OFFICES	-	10	-	10	-	9
TOTAL STATE BANKS	153	1,807	152	1,790	147	1,742

Inman

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721 – Anne Buchanan Inman **FOR RELEASE:** Immediate

PENNSYLVANIA'S LARGER BANKS HEALTHY AND PROFITABLE

HARRISBURG (October 31) --- Pennsylvania's top ten commercial banks showed steady growth and reported higher income for the first six months of 1988, according to Secretary of Banking Sarah W. Hargrove.

As of June 30, 1988, the top ten commercial banks in Pennsylvania, by asset size, reported total assets of $88.3 billion, a 3.5 percent increase from a year ago. Total assets of the top ten banks represented 58 percent of the total assets of all 293 commercial banks in Pennsylvania and nearly three percent of the national total.

The banks also reported total capital of over $4 billion, representing 45 percent of the state total and 2.2 percent of the United States total. Aggregate loans of the top ten banks totaled $55 billion, which represented 58 percent of the state total and 2.9 percent of the national total.

The ten banks posted profits of $364 million for the first six months of 1988, a substantial increase of $729 million from the same period last year when a net loss of $365 million was reported. The $364 million profit represented 51.7 percent of all profits of Pennsylvania banks and 3.5 percent of the national total.

(-more-)

SELECTED FINANCIAL DATA FOR PENNSYLVANIA TOP TEN COMMERCIAL BANKS

As of June 30, 1988

(Dollar Amounts in Millions)

Top Ten Banks in PA	Total Assets	Total Loans	Equity Capital	Net Income
Mellon Bank, NA	$ 22,738	$ 13,838	$ 601	$ 39
Pittsburgh National Bank	15,217	7,327	637	71
Fidelity Bank, NA	10,481	6,661	471	55
Philadelphia National Bank	9,313	5,395	552	42
Meridian Bank	7,263	4,880	492	34
Provident National Bank	6,529	4,426	421	51
First Pennsylvania Bank, NA	6,011	4,107	306	27
Mellon Bank (East), NA	4,334	3,352	201	7
Continental Bank	3,580	2,987	222	20
Hamilton Bank	2,802	2,174	205	18
Total Top Ten Banks	65,530	41,309	3,507	325
Total PA Banks (293 banks)	152,934	95,102	9,122	704
Total U.S. Banks (13,411 banks)	3,055,331	1,882,749	188,012	10,482

PA Department of Banking, Statistical Analysis and Research - 10/26/88

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman **FOR RELEASE:** IMMEDIATE

HARRISBURG (Nov. 2) -- The Pennsylvania Department of Banking announced today that it has filed suit in Commonwealth Court to stop Goldome Savings Bank of New York from accepting deposit accounts through offices located in the Pennsylvania-based Hills Department Stores.

Secretary of Banking Sarah W. Hargrove said Goldome and Hills are violating the Pennsylvania Banking Code by establishing an illegal branch and by illegally accepting deposits in Pennsylvania.

Current banking law in Pennsylvania does not permit New York banks to establish branches in Pennsylvania.

In June, Hills established a financial center at its store in Hermitage, Mercer County, where customers can open deposit accounts with the New York savings bank.

"In addition to operating in clear violation of the law, Goldome, as a New York bank, cannot be regulated, examined or supervised by the Pennsylvania Department of Banking," Secretary Hargrove said. "It concerns us that we have no authority to offer protection to consumers who choose to do business with Goldome and who may have complaints."

Lawyers from the Attorney General's office, which is representing the Department of Banking, filed the suit today.

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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Secretary

333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: Immediate

PENNSYLVANIA STATE BANKS CONTINUE TO GROW

HARRISBURG, December 27 --- Pennsylvania's state-chartered banks posted a 3.5 percent increase in assets for the first nine months of 1988, compared to the same period last year, according to Secretary of Banking Sarah W. Hargrove.

Pennsylvania also saw its number of commercial and savings banks grow, bringing to 157 the number of state-chartered banks operating in the state. Since September 1987, the state system has added twelve charters: ten new banks and two through conversions. However, the overall gain was partially offset by mergers among various types of institutions, resulting in net increases of six commercial banks, two savings banks and one trust company.

The 157 reporting institutions included 131 commercial banks, eleven savings banks, five private banks, and ten trust companies. Together, the institutions maintain 1,804 branch offices, 254 of which are remote service facilities (ATMs). In addition, eight foreign banks maintain ten branches or representative offices in Pennsylvania.

Total assets of all reporting institutions, including foreign bank offices, as of September 30, 1988, were approximately $71 billion. The growth in assets was primarily attributable to increases in total loans of $1.5 billion, which helped support the growth of Pennsylvania's economy and also reflected the state's economic strength. An increase of $2.9 billion or 5.5 percent in total deposits was also reported for the twelve-month period ending September 30, 1988.

- more -

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

The 131 commercial banks reported aggregate assets of over $48 billion, an increase of $3.9 billion over those of September 30, 1987, when 125 banks reported. Total assets reported by the eleven savings banks totaled almost $22 billion. The five private banks reported assets of $373 million, an increase of $54.4 million from a year ago. The ten trust companies reported $42.4 million in total assets, reflecting a growth of $6.7 million. Three of the ten foreign bank offices in the state book their assets in Pennsylvania and reported combined assets of about $519 million.

Total bank earnings for the first nine months of 1988, excluding foreign banks, were approximately $280 million. For the same period last year, that figure was nearly $283 million. The reduction in net income was caused primarily by the operating losses of one savings bank.

For this period, the state's largest savings bank, Meritor Savings Bank, reported over $121 million in net operating losses, mainly due to a narrower interest rate spread and higher charge-offs. As a result, the eleven savings banks as a group showed a net loss of $87.1 million, a decrease of over $1.5 million from a year ago when nine banks reported.

Net income of the commercial banks for this period was $360 million. Net earnings for private banks were about $5 million; and trust companies reported net income of over $2 million.

# # #

EDITOR'S NOTE: Listed on the following page are pertinent analysis ratios compared to those of the previous quarter and last year, followed by five supporting tables.

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
09/30/88				
1. Capital to Assets Ratio	8.1	5.6	15.2	7.4
2. Return on Assets*	1.0	(0.5)	2.3	0.5
3. Return on Capital*	13.3	(10.8)	15.5	7.9
4. Yield on Loans*	9.7	10.6	10.1	10.0
5. Yield on Securities*	7.9	8.7	8.8	8.2
6. Average Cost of Deposits*	6.1	6.9	6.5	6.4
7. Loans to Deposits Ratio	78.7	69.6	91.3	76.3
06/30/88				
1. Capital to Assets Ratio	8.1	5.8	15.2	7.4
2. Return on Assets*	1.1	(0.7)	2.5	0.5
3. Return on Capital*	14.4	(13.8)	16.9	7.8
4. Yield on Loans*	9.7	10.5	9.8	9.9
5. Yield on Securities*	8.0	8.7	9.2	8.3
6. Average Cost of Deposits*	6.1	7.2	6.4	6.4
7. Loans to Deposits Ratio	78.1	72.9	92.1	77.0
09/30/87				
1. Capital to Assets Ratio	8.1	5.5	15.3	7.2
2. Return on Assets*	1.1	(0.5)	2.9	0.5
3. Return on Capital*	14.7	(9.8)	19.2	8.3
4. Yield on Loans*	9.5	9.9	9.6	9.4
5. Yield on Securities*	7.9	8.5	8.0	8.1
6. Average Cost of Deposits*	5.9	6.8	5.8	6.2
7. Loans to Deposits Ratio	77.9	74.5	89.4	78.3

* Annualized rates.
(a) Private banks and trust companies.

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	09/30/88		09/30/87		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 4,112,104	5.8%	$ 3,543,642	5.1%	$ 568,462	16.0%
SECURITIES	19,332,838	27.1%	19,931,559	28.9%	(598,721)	-3.0%
FED FUNDS SOLD	1,839,538	2.6%	1,071,801	1.6%	767,737	71.6%
LOANS & LEASES	43,100,913	60.5%	41,581,840	60.4%	1,519,073	3.7%
LOAN LOSS RESERVE	519,567	0.7%	452,058	0.7%	67,509	14.9%
NET LOANS & LEASES	42,581,346	59.7%	41,129,782	59.7%	1,451,564	3.5%
TRADING ACCOUNT ASSETS	32,679	0.0%	64,826	0.1%	(32,147)	-49.6%
FIXED ASSETS	738,042	1.0%	688,576	1.0%	49,466	7.2%
OTHER REAL ESTATE	223,778	0.3%	112,476	0.2%	111,302	99.0%
INVESTMENTS IN SUBS	425,579	0.6%	365,330	0.5%	60,249	16.5%
CUSTOMERS' LIABILITY	29,451	0.0%	30,217	0.0%	(766)	-2.5%
INTANGIBLE ASSETS	654,199	0.9%	735,384	1.1%	(81,185)	-11.0%
OTHER ASSETS	1,306,974	1.8%	1,208,664	1.8%	98,310	8.1%
TOTAL ASSETS	71,276,528	100.0%	68,882,257	100.0%	2,394,271	3.5%
LIABILITIES						
NONINT-BEARING DEPOSITS	6,242,728	8.8%	5,748,210	8.3%	494,518	8.6%
INT-BEARING DEPOSITS	49,829,078	69.9%	47,376,956	68.8%	2,452,122	5.2%
TOTAL DEPOSITS	56,071,806	78.7%	53,125,166	77.1%	2,946,640	5.5%
FED FUNDS PURCHASED	5,251,061	7.4%	6,208,160	9.0%	(957,099)	-15.4%
NOTES TO U.S. TREASURY	338,793	0.5%	254,717	0.4%	84,076	33.0%
OTHER BORROWINGS	2,822,041	4.0%	2,293,000	3.3%	529,041	23.1%
MORTGAGE & CAPITAL LEASES	45,834	0.1%	93,999	0.1%	(48,165)	-51.2%
SUBORDINATED NOTES	523,285	0.7%	568,328	0.8%	(45,043)	-7.9%
OTHER LIABILITIES	1,480,592	2.1%	1,780,856	2.6%	(300,264)	-16.9%
TOTAL LIABILITIES	66,533,412	93.3%	64,324,226	93.3%	2,209,186	3.4%
EQUITY CAPITAL						
PREFERRED STOCK	11	0.0%	12	0.0%	(1)	-8.3%
COMMON STOCK	401,525	0.6%	383,474	0.6%	18,051	4.7%
SURPLUS	2,082,238	2.9%	2,039,922	3.0%	42,316	2.1%
UNDIVIDED PROFITS	2,259,342	3.2%	2,134,623	3.1%	124,719	5.8%
TOTAL EQUITY CAPITAL	4,743,116	6.7%	4,558,031	6.7%	185,085	4.1%
TOTAL LIAB & CAPITAL	71,276,528	100.0%	68,882,257	100.0%	2,394,271	3.5%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF SEPTEMBER 30, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,462,446	$ 595,335	$ 40,896	$ 3,440	$ 9,987	$ 4,112,104
SECURITIES	10,919,344	8,331,035	28,024	23,447	30,988	19,332,838
FED FUNDS SOLD	981,462	836,563	13,238	275	8,000	1,839,538
LOANS & LEASES	31,546,318	10,814,811	274,559	576	464,649	43,100,913
LOAN LOSS RESERVE	361,215	150,902	2,128	0	5,322	519,567
NET LOANS & LEASES	31,185,103	10,663,909	272,431	576	459,327	42,581,346
TRADING ACCOUNT ASSETS	5,685	26,994	0	0	0	32,679
FIXED ASSETS	560,473	170,228	3,366	3,975	0	738,042
OTHER REAL ESTATE	42,790	180,769	219	0	0	223,778
INVESTMENTS IN SUBS	386,268	38,301	777	233	0	425,579
CUSTOMERS' LIABILITY	27,967	0	117	0	1,367	29,451
INTANGIBLE ASSETS	45,771	608,197	212	19	0	654,199
OTHER ASSETS	766,890	506,699	13,626	10,429	9,330	1,306,974
TOTAL ASSETS	48,384,199	21,958,030	372,906	42,394	518,999	71,276,528
LIABILITIES						
NONINT-BEARING DEPOSITS	5,704,427	482,845	26,202	0	29,254	6,242,728
INT-BEARING DEPOSITS	34,365,294	15,055,859	275,079	0	132,846	49,829,078
TOTAL DEPOSITS	40,069,721	15,538,704	301,281	0	162,100	56,071,806
FED FUNDS PURCHASED	2,894,541	2,353,344	0	0	3,176	5,251,061
NOTES TO U.S. TREASURY	338,240	553	0	0	0	338,793
OTHER BORROWINGS	634,947	2,182,291	0	0	4,803	2,822,041
MORTGAGE & CAPITAL LEASES	40,144	5,690	0	0	0	45,834
SUBORDINATED NOTES	131,498	391,787	0	0	0	523,285
OTHER LIABILITIES	673,168	405,613	42,151	10,740	348,920	1,480,592
TOTAL LIABILITIES	44,782,259	20,877,982	343,432	10,740	518,999	66,533,412
EQUITY CAPITAL						
PREFERRED STOCK	11	0	0	0	0	11
COMMON STOCK	344,772	44,498	8,405	3,850	0	401,525
SURPLUS	1,410,906	646,428	14,030	10,874	0	2,082,238
UNDIVIDED PROFITS	1,846,251	389,122	7,039	16,930	0	2,259,342
TOTAL EQUITY CAPITAL	3,601,940	1,080,048	29,474	31,654	0	4,743,116
TOTAL LIAB & CAPITAL	48,384,199	21,958,030	372,906	42,394	518,999	71,276,528

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/88 TO 09/30/88	01/01/87 TO 09/30/87	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$4,527,062	$4,281,983	$245,079	5.72%
TOTAL INTEREST EXPENSE	2,949,535	2,732,722	216,813	7.93%
NET INTEREST INCOME	1,577,527	1,549,261	28,266	1.82%
LOAN/LEASE LOSS PROVISION	147,372	130,288	17,084	13.11%
TOTAL NONINTEREST INCOME	483,669	431,553	52,116	12.08%
GAINS/LOSSES ON SECURITIES	(11,168)	46,272	(57,440)	-124.14%
TOTAL NONINTEREST EXPENSE	1,531,250	1,542,271	(11,021)	-0.71%
INCOME BEFORE INCOME TAXES	371,406	354,527	16,879	4.76%
APPLICABLE INCOME TAXES	93,545	88,891	4,654	5.24%
INCOME BEFORE EXTRAORDINARY ITEMS	277,861	265,636	12,225	4.60%
EXTRAORDINARY ITEMS/ADJUSTMENTS	2,028	17,315	(15,287)	-88.29%
NET INCOME	279,889	282,951	(3,062)	-1.08%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
FIRST NINE MONTHS ENDED SEPTEMBER 30, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$2,264,865	$ 858,365	$20,774	$ 40	$3,144,044
FROM LEASE FINANCING	41,685	0	0	0	41,685
FROM DEPOSITORY INSTITUTIONS	68,785	7,158	1,090	13	77,046
INT/DIV ON SECURITIES	644,401	541,470	1,373	2,038	1,189,282
FROM TRADING ACCOUNT ASSETS	1,332	2,677	1	15	4,025
ON FEDERAL FUNDS SOLD	49,166	20,573	1,218	23	70,980
TOTAL INTEREST INCOME	3,070,234	1,430,243	24,456	2,129	4,527,062
INTEREST EXPENSE					
ON DEPOSITS	1,579,561	781,443	13,364	0	2,374,368
OF FED FUNDS PURCHASED	142,827	198,648	11	0	341,486
ON BORROWINGS	47,878	142,995	119	0	190,992
MORTGAGE & CAPITAL LEASES	3,137	1,114	0	0	4,251
ON SUBORDINATED NOTES	8,975	29,443	0	20	38,438
TOTAL INTEREST EXPENSE	1,782,378	1,153,643	13,494	20	2,949,535
NET INTEREST INCOME	1,287,856	276,600	10,962	2,109	1,577,527
LOAN/LEASE LOSS PROVISION	85,507	61,161	704	0	147,372
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	58,298	0	0	0	58,298
SERVICE CHARGES	76,433	41,322	1,055	0	118,810
OTHER NONINTEREST INCOME	212,563	49,827	2,238	41,933	306,561
TOTAL NONINTEREST INCOME	347,294	91,149	3,293	41,933	483,669
GAINS/LOSSES ON SECURITIES	(21,992)	10,042	(1)	783	(11,168)
NONINTEREST EXPENSE					
SALARIES & BENEFITS	479,649	145,155	4,244	10,366	639,414
PREMISES & FIXED ASSETS	138,376	55,489	1,072	11,507	206,444
OTHER NONINTEREST EXPENSE	474,265	188,054	2,959	20,114	685,392
TOTAL NONINTEREST EXPENSE	1,092,290	388,698	8,275	41,987	1,531,250
INCOME BEFORE INCOME TAXES	435,361	(72,068)	5,275	2,838	371,406
APPLICABLE INCOME TAXES	75,925	16,598	270	752	93,545
EXTRAORDINARY ITEMS/ADJUSTMENTS	445	1,583	0	0	2,028
NET INCOME	359,881	(87,083)	5,005	2,086	279,889

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	09/30/88		06/30/88		09/30/87	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	131	1,574	127	1,567	125	1,539
SAVINGS BANKS	11	224	11	224	9	210
PRIVATE BANKS	5	6	5	6	5	5
TRUST COMPANIES	10	0	10	0	9	0
FOREIGN BANK OFFICES	-	10	-	10	-	9
TOTAL STATE BANKS	157	1,814	153	1,807	148	1,763

PENNSYLVANIA DEPARTMENT OF BANKING
333 Market St., 16th Floor • Harrisburg, PA 17101-2290

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

NEWS RELEASE

CONTACT : R. Jennifer Wang - 717-787-2571 **FOR RELEASE :**

THE PENNSYLVANIA DEPARTMENT OF BANKING DID NOT HAVE A NEWS RELEASE FOR THE CALL REPORT PERIOD ENDING DECEMBER 1988.

HOWEVER, ATTACHED ARE PERTINENT RATIOS AND SUPPORTING TABLES.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
12/31/88				
1. Capital to Assets Rati	8.1	5.3	17.5	7.3
2. Return on Assets	1.0	(1.0)	2.6	0.4
3. Return on Capital	13.5	(20.8)	15.1	6.4
4. Yield on Loans	9.7	10.9	11.3	10.0
5. Yield on Securities	7.9	8.7	7.8	8.2
6. Average Cost of Deposi	6.2	7.1	7.0	6.4
7. Loans to Deposits Rati	79.5	70.1	84.9	77.0
09/30/88				
1. Capital to Assets Rati	8.1	5.6	15.2	7.4
2. Return on Assets*	1.0	(0.5)	2.3	0.5
3. Return on Capital*	13.3	(10.8)	15.5	7.9
4. Yield on Loans*	9.7	10.6	10.1	10.0
5. Yield on Securities*	7.9	8.7	8.8	8.2
6. Average Cost of Deposi	6.1	6.9	6.5	6.4
7. Loans to Deposits Rati	78.7	69.6	91.3	76.3
12/31/87				
1. Capital to Assets Rati	8.1	5.6	16.9	7.2
2. Return on Assets	1.0	(0.6)	2.6	0.5
3. Return on Capital	14.2	(11.8)	15.7	7.6
4. Yield on Loans	9.3	10.7	10.8	9.4
5. Yield on Securities	7.9	8.0	8.7	7.9
6. Average Cost of Deposi	5.9	7.0	6.1	6.3
7. Loans to Deposits Rati	77.3	69.9	78.4	76.8

* Annualized rates.
(a) Private banks and trust companies.

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	12/31/88		12/31/87		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT CHANGE
ASSETS						
CASH AND EQUIVALENT	$ 4,273,395	6.0%	$ 3,938,471	5.7%	$ 334,924	8.5%
SECURITIES	19,278,623	26.9%	20,336,014	29.2%	(1,057,391)	-5.2%
FED FUNDS SOLD	1,229,520	1.7%	855,805	1.2%	373,715	43.7%
LOANS & LEASES	44,164,542	61.6%	41,597,089	59.8%	2,567,453	6.2%
LOAN LOSS RESERVE	535,507	0.7%	463,237	0.0%	72,270	15.6%
NET LOANS & LEASES	43,629,035	60.8%	41,133,852	59.1%	2,495,183	6.1%
TRADING ACCOUNT ASSETS	24,436	0.0%	41,786	0.1%	(17,350)	-41.5%
FIXED ASSETS	766,055	1.1%	704,597	1.0%	61,458	8.7%
OTHER REAL ESTATE	207,245	0.3%	166,028	0.2%	41,217	24.8%
INVESTMENTS IN SUBS	337,381	0.5%	365,999	0.5%	(28,618)	-7.8%
CUSTOMERS' LIABILITY	25,773	0.0%	29,596	0.0%	(3,823)	-12.9%
INTANGIBLE ASSETS	543,747	0.8%	722,509	1.0%	(178,762)	-24.7%
OTHER ASSETS	1,395,059	1.9%	1,306,650	1.9%	88,409	6.8%
TOTAL ASSETS	71,710,269	100.0%	69,601,307	100.0%	2,108,962	3.0%
LIABILITIES						
NONINT-BEARING DEPOSITS	6,592,956	9.2%	6,478,066	9.3%	114,890	1.8%
INT-BEARING DEPOSITS	50,482,654	70.4%	47,694,292	68.5%	2,788,362	5.8%
TOTAL DEPOSITS	57,075,610	79.6%	54,172,358	77.8%	2,903,252	5.4%
FED FUNDS PURCHASED	4,753,065	6.6%	5,486,539	7.9%	(733,474)	-13.4%
NOTES TO U.S. TREASURY	358,988	0.5%	196,646	0.3%	162,342	82.6%
OTHER BORROWINGS	2,849,668	4.0%	2,650,257	3.8%	199,411	7.5%
MORTGAGE & CAPITAL LEASES	44,129	0.1%	89,149	0.1%	(45,020)	-50.5%
SUBORDINATED NOTES	522,172	0.7%	108,450	0.2%	413,722	381.5%
OTHER LIABILITIES	1,407,954	2.0%	2,308,248	3.3%	(900,294)	-39.0%
TOTAL LIABILITIES	67,011,586	93.4%	65,011,647	93.4%	1,999,939	3.1%
EQUITY CAPITAL						
PREFERRED STOCK	1,003	0.0%	12	0.0%	991	>200%
COMMON STOCK	408,569	0.6%	388,541	0.6%	20,028	5.2%
SURPLUS	2,009,630	2.8%	2,044,372	2.9%	(34,742)	-1.7%
UNDIVIDED PROFITS	2,279,481	3.2%	2,156,735	3.1%	122,746	5.7%
TOTAL EQUITY CAPITAL	4,698,683	6.6%	4,589,660	6.6%	109,023	2.4%
TOTAL LIAB & CAPITAL	71,710,269	100.0%	69,601,307	100.0%	2,108,962	3.0%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF DECEMBER 31, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,680,006	$ 552,549	$ 22,123	$ 3,491	$ 15,226	$ 4,273,395
SECURITIES	10,945,157	8,249,870	29,414	22,996	31,186	19,278,623
FED FUNDS SOLD	993,180	218,625	16,530	175	1,010	1,229,520
LOANS & LEASES	32,719,465	10,836,349	255,090	548	353,090	44,164,542
LOAN LOSS RESERVE	377,622	151,969	2,075	0	3,841	535,507
NET LOANS & LEASES	32,341,843	10,684,380	253,015	548	349,249	43,629,035
TRADING ACCOUNT ASSETS	24,436	0	0	0	0	24,436
FIXED ASSETS	582,860	176,054	3,361	3,780	0	766,055
OTHER REAL ESTATE	41,856	165,238	151	0	0	207,245
INVESTMENTS IN SUBS	308,781	27,626	741	233	0	337,381
CUSTOMERS' LIABILITY	24,996	0	268	0	509	25,773
INTANGIBLE ASSETS	44,307	499,227	199	14	0	543,747
OTHER ASSETS	844,513	516,460	14,996	12,178	6,912	1,395,059
TOTAL ASSETS	49,831,935	21,090,029	340,798	43,415	404,092	71,710,269
LIABILITIES						
NONINT-BEARING DEPOSITS	6,005,158	514,831	38,618	0	34,349	6,592,956
INT-BEARING DEPOSITS	35,151,929	14,933,416	262,630	0	134,679	50,482,654
TOTAL DEPOSITS	41,157,087	15,448,247	301,248	0	169,028	57,075,610
FED FUNDS PURCHASED	3,117,305	1,631,633	1,000	0	3,127	4,753,065
NOTES TO U.S. TREASURY	352,988	6,000	0	0	0	358,988
OTHER BORROWINGS	643,125	2,198,520	0	0	8,023	2,849,668
MORTGAGE & CAPITAL LEASES	39,076	5,053	0	0	0	44,129
SUBORDINATED NOTES	130,385	391,787	0	0	0	522,172
OTHER LIABILITIES	726,643	440,886	4,887	11,624	223,914	1,407,954
TOTAL LIABILITIES	46,166,609	20,122,126	307,135	11,624	404,092	67,011,586
EQUITY CAPITAL						
PREFERRED STOCK	1,003	0	0	0	0	1,003
COMMON STOCK	351,816	44,498	8,405	3,850	0	408,569
SURPLUS	1,442,946	542,128	13,682	10,874	0	2,009,630
UNDIVIDED PROFITS	1,869,561	381,277	11,576	17,067	0	2,279,481
TOTAL EQUITY CAPITAL	3,665,326	967,903	33,663	31,791	0	4,698,683
TOTAL LIAB & CAPITAL	49,831,935	21,090,029	340,798	43,415	404,092	71,710,269

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/88 TO 12/31/88	01/01/87 TO 12/31/87	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$ 6,182,913	$ 5,762,324	$420,589	ERR
TOTAL INTEREST EXPENSE	4,045,340	3,710,818	334,522	9.01%
NET INTEREST INCOME	2,137,573	2,051,506	86,067	4.20%
LOAN/LEASE LOSS PROVISION	228,854	183,531	45,323	24.70%
TOTAL NONINTEREST INCOME	698,736	567,845	130,891	23.05%
GAINS/LOSSES ON SECURITIES	(11,942)	37,633	(49,575)	-131.73%
TOTAL NONINTEREST EXPENSE	2,171,767	2,021,969	149,798	7.41%
INCOME BEFORE INCOME TAXES	423,746	451,484	(27,738)	-6.14%
APPLICABLE INCOME TAXES	123,874	123,190	684	0.56%
INCOME BEFORE EXTRAORDINARY ITEMS	299,872	328,294	(28,422)	-8.66%
EXTRAORDINARY ITEMS/ADJUSTMENTS	2,608	20,749	(18,141)	-87.43%
NET INCOME	302,480	349,043	(46,563)	-13.34%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE YEAR ENDED DECEMBER 31, 1988

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$3,114,123	$1,179,572	$28,937	$ 53	$4,322,685
FROM LEASE FINANCING	57,103	0	0	0	57,103
FROM DEPOSITORY INSTITUTIONS	92,170	11,786	1,415	19	105,390
INT/DIV ON SECURITIES	868,896	714,161	1,931	2,177	1,587,165
FROM TRADING ACCOUNT ASSETS	1,676	2,696	0	0	4,372
ON FEDERAL FUNDS SOLD	73,484	30,455	1,494	765	106,198
TOTAL INTEREST INCOME	4,207,452	1,938,670	33,777	3,014	6;182,913
INTEREST EXPENSE					
ON DEPOSITS	2,167,837	1,058,781	18,270	0	3,244,888
ON FED FUNDS PURCHASED	203,031	244,262	19	0	447,312
ON BORROWINGS	65,682	230,262	188	0	296,132
MORTGAGE & CAPITAL LEASES	3,950	1,197	0	0	5,147
ON SUBORDINATED NOTES	11,998	39,835	0	28	51,861
TOTAL INTEREST EXPENSE	2,452,498	1,574,337	18,477	28	4,045,340
NET INTEREST INCOME	1,754,954	364,333	15,300	2,986	2,137,573
LOAN/LEASE LOSS PROVISION	149,726	77,923	1,205	0	228,854
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	78,561	0	0	0	78,561
SERVICE CHARGES	102,968	54,184	1,429	0	158,581
OTHER NONINTEREST INCOME	344,469	56,031	3,218	57,876	461,594
TOTAL NONINTEREST INCOME	525,998	110,215	4,647	57,876	698,736
GAINS/LOSSES ON SECURITIES	(21,247)	8,307	(1)	999	(11,942)
NONINTEREST EXPENSE					
SALARIES & BENEFITS	646,865	189,163	5,624	14,506	856,158
PREMISES & FIXED ASSETS	187,079	73,489	1,436	15,846	277,850
OTHER NONINTEREST EXPENSE	682,625	323,430	4,231	27,473	1,037,759
TOTAL NONINTEREST EXPENSE	1,516,569	586,082	11,291	57,825	2,171,767
INCOME BEFORE INCOME TAXES	593,410	(181,150)	7,450	4,036	423,746
APPLICABLE INCOME TAXES	99,582	22,717	359	1,216	123,874
INCOME BEFORE EXTRAORDINARY ITEMS	493,828	(203,867)	7,091	2,820	299,872
EXTRAORDINARY ITEMS/ADJUSTMENTS	224	2,384	0	0	2,608
NET INCOME	494,052	(201,483)	7,091	2,820	302,480

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	12/31/88		09/30/88		12/31/87	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	132	1,600	131	1,574	126	1,556
SAVINGS BANKS	12	199	11	224	9	211
PRIVATE BANKS	5	6	5	6	5	5
TRUST COMPANIES	10	0	10	0	10	0
FOREIGN BANK OFFICES	-	10	-	10	-	9
TOTAL STATE BANKS	159	1,815	157	1,814	150	1,781

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: January 6, 1989

AWARD WINNER ---- White Oak resident Edward Wotjas was honored recently by Pennsylvania Secretary of Banking Sarah W. Hargrove.

Wotjas was given the Special Achievement Award for saving the life of a colleague who was choking. A three-year employee of the Department of Banking, Wotjas, right, receives his award from Secretary Hargrove.

# # # #

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

Robert P. Casey
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Sarah W. Hargrove
Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: January 6, 1989

AWARD WINNER ---- Wyomissing resident R. Jennifer Wang was honored recently by Pennsylvania Secretary of Banking Sarah W. Hargrove. Wang was given the Sustained Superior Performance Award for her efforts to automate the Department. A four-year employee of the Department of Banking, Wang, right, receives her award from Secretary Hargrove.

# # # #

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: January 6, 1989

AWARD WINNER ---- Coaldale resident Harry W. Reichelderfer was honored recently by Pennsylvania Secretary of Banking Sarah W. Hargrove. Reichelderfer, right, receives his award from Secretary Hargrove for 25 years of service with the Department.

# # # #

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DEPARTMENT OF BANKING

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NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: January 6, 1989

AWARD WINNER ---- Susquehanna Township resident Mary J. Corl was honored recently by Pennsylvania Secretary of Banking Sarah W. Hargrove. Corl was given the Distinguished Community Service Award for her volunteer efforts with the HESD program for separated, divorced and widowed individuals. A nine-year employee of the Department of Banking, Corl, right, receives her award from Secretary Hargrove.

# # # #

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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Sarah W. Hargrove
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NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: January 6, 1989

AWARD WINNER ---- Camp Hill resident John Black was honored recently by Pennsylvania Secretary of Banking Sarah W. Hargrove. Black, right, receives his award from Secretary Hargrove for 20 years of service with the Department.

# # # #

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING

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Secretary

333 Market Street, 16th Floor
Harrisburg, PA 17101-2290

NEWS RELEASE

ONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: January 13, 1989

AWARD WINNER ---- Drexel Hill resident John W. Rigney was honored recently by Secretary of Banking Sarah W. Hargrove. Rigney was given a Thirty-year Service Award. Rigney, center, with his wife, Marie, right, receives his award from Secretary Hargrove.

# # # #

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DEPARTMENT OF BANKING

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Secretary

333 Market Street, 16th Floor
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NEWS RELEASE

CONTACT: 717/783-4721 - Anne B. Inman

FOR RELEASE: February 6, 1989

HARRISBURG (February 6) Former Shamokin resident John J. (Neil) Laughlin, Jr. was honored recently by Pennsylvania Secretary of Banking Sarah W. Hargrove.

Laughlin was given the Sustained Superior Performance Award for his outstanding performance in computerizing Departmental training records of all employees of the Department over a 20-year period.

Laughlin is an 18-year employee of the Department of Banking. He and his wife, Mary, are the parents of two children, Gail in Lemoyne, PA and John in California.

# # # #

PENNSYLVANIA DEPARTMENT OF BANKING
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Governor

Sarah W. Hargrove
Secretary

NEWS RELEASE

CONTACT : Anne B. Inman (717)783-4721

FOR RELEASE : Immediately

STUDY SHOWS LOW-COST CHECKING AVAILABLE IN PENNSYLVANIA

HARRISBURG (March 2) --- Nearly 40 percent of all Pennsylvania financial institutions offer checking accounts that are affordable to low- and moderate-income individuals, according to a recent survey completed by the Pennsylvania Department of Banking.

"The results of this survey indicate that low-cost checking and savings accounts are available to Pennsylvania consumers," Banking Secretary Sarah W. Hargrove said. "While it is not the role of the Department of Banking to tell consumers where to bank, we do recommend that they shop around and ask questions. Only through careful shopping will consumers be able to make informed decisions about financial institutions."

Of the 466 Pennsylvania banks and savings and loan associations that offer checking accounts, 175 institutions had a checking account that required no minimum balance, permitted at least five checks to be written a month, and had resulting monthly charges of $5 or less. The telephone survey was conducted from mid-November to December 30, 1988.

"For the first time, we have an idea of how available low-cost banking accounts are to Pennsylvania consumers," Hargrove said. "Frankly, we were pleased with the widespread availability of low-cost accounts, particularly for low- and moderate-income individuals for whom service charges can be prohibitive."

The definition of low-cost checking -- no minimum balance, at least five checks written a month, and charges of no more than $5 a month -- was developed by the Department of Banking for purposes of the study. Hargrove noted that while there is no universal definition of low-cost banking, this one seemed to address both the needs of lower-income consumers and the costs borne by financial institutions.

Other major findings of the survey were:

- Banks were more likely to offer a low-cost checking account than were savings and loan associations.
- Larger institutions (assets of $100 million and above) were more likely to have low-cost checking accounts than were smaller institutions.
- Nearly half of all Pennsylvania financial institutions offered low-cost checking accounts to senior citizens.
- Few institutions marketed such accounts specifically "for low-income individuals."

But, cautioned Hargrove, while these findings are based on information gathered from institutions throughout the state, consumers should not automatically assume that they hold true in their community.

"Consumers bear the responsibility of shopping around for the best account and institution for their needs," Hargrove said. "There are still many small savings and loan associations, for example, that offer a low-cost checking account, as informed consumers will discover. Since few accounts are advertised as 'low-cost' or 'low-income' accounts, it becomes the consumer's responsibility to ask for details about an institution's lowest-priced account, and then decide if it meets his or her needs."

Of the 175 financial institutions that offered low-cost checking, 67 institutions offered totally free checking. Those accounts require no minimum balance, do not impose a per-check or per-item charge, and have no monthly service charges. Thirty-three banks and 34 savings and loan associations offered free checking accounts.

Four banks offered a low-cost checking account which permitted 10 free checks before any service charges were assessed, required no minimum balance and had service charges of no more than $5 a month.

Ten financial institutions (nine banks and one savings and loan association) offered a low-cost account that permitted five free checks before fees were assessed.

An additional 94 financial institutions offered a form of low-cost checking that did not necessarily include free checks, but still met the requirements of low-cost checking based on low per-check charges. An individual banking at one of these institutions would be able to open such an account with no minimum balance, write at least five checks a month which frequently carried a per-check charge, and incur monthly charges of $5 or less.

In addition, nearly half of Pennsylvania's financial institutions offered low-cost checking accounts to senior citizens, according to the survey results. Of those 232 institutions, 184 offered free checking, and 48 offered preferred rates to senior citizens.

Nearly 8 percent of the state's financial institutions, or 37 banks and savings and loans, offered free checking to customers who used direct deposit, the electronic deposit of regular checks directly into their bank accounts.

Low-cost savings accounts in Pennsylvania were even more affordable, based on survey results. More than 95 percent of all institutions offering savings accounts, or 494 institutions, offered a savings account that required a minimum balance of $100 or less to open the account and earn interest.

Editor's Note: Copies of the survey are available by contacting the Department of Banking.

PENNSYLVANIA DEPARTMENT OF BANKING
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Governor

Sarah W. Hargrove
Secretary

NEWS RELEASE

CONTACT : Anne B. Inman (717) 783-4721 **FOR RELEASE :** Immediately
or
Stephen Katsanos (FDIC) (202) 898-6996

FOR IMMEDIATE RELEASE

FDIC NAMED MANAGING AGENT FOR THREE PA. SAVINGS AND LOANS

HARRISBURG (March 9) -- The Federal Deposit Insurance Corporation (FDIC) today was named managing agent for three financially troubled savings and loan associations in Pennsylvania, the FDIC and the Pennsylvania Department of Banking announced.

The three institutions are the Hill Financial Savings Association, based in Red Hill, Montgomery County; Concord-Liberty Savings and Loan Association, based in Monroeville, Allegheny County; and Liberty Bell Savings Association, based in Beaver Falls, Beaver County. They will remain open for business and operate normally while federal regulators evaluate their condition and develop plans for improving their financial condition.

"Today's action represents the first step in restoring these institutions to full health," said Secretary of Banking Sarah W. Hargrove. "This is an important move forward for these savings and loan associations. Customers should understand that their insured deposits continue to be fully protected by the federal government. For Pennsylvania consumers, it will be business as usual."

- more -

The FDIC assumes management responsibility for the three institutions as part of the joint regulatory oversight program announced last month by President Bush. As part of that effort, the FDIC is heading an oversight team to manage more than 200 thrift institutions nationwide that are insolvent.

The management team consists of the FDIC, the Federal Home Loan Bank Board, the Federal Savings and Loan Insurance Corporation, the Office of the Comptroller of the Currency and the Federal Reserve Board.

The FDIC said, "These actions today will preserve services for customers of these institutions and begin the process leading to an orderly resolution of the thrifts' problems. That resolution will occur after Congress acts on the comprehensive program proposed by President Bush. In the interim, these institutions will continue to serve their many loyal customers."

James D. Roy, president of the Federal Home Loan Bank of Pittsburgh, said, "In spite of these actions today, Pennsylvania's savings and loans are in very sound condition. As one of the largest savings and loan states in the nation, Pennsylvania remains in far healthier condition than many of its counterparts. The strong conservative lending, management and regulation of Pennsylvania's financial institutions has served the state well during this turbulent period."

All three Pennsylvania institutions first experienced difficulties in the early and mid-1980s, and had been under close supervision by the Department of Banking.

Concord-Liberty and Liberty Bell developed problems in 1982, when double-digit inflation and the prime rate raised the interest rates paid to depositors, creating a "negative yield" on their long-term, low-interest mortgage portfolios. Those profitability problems were further compounded by a depressed economy in southwestern Pennsylvania.

Most of Hill Financial's problems stem from bad real estate loans made in the southern and southwestern United States in 1985.

The three Pennsylvania savings and loan associations placed under management by the FDIC were part of 45 placed in conservatorship across the nation. To date, the FDIC has assumed responsibility for 118 institutions as part of this program.

Hill has 35 offices in Lehigh, York, Bucks, Cumberland, Dauphin, Montgomery, Adams, Berks, Chester, Franklin, Juniata, Lancaster, Lebanon and Perry counties. Concord-Liberty operates 13 offices in Beaver and Allegheny counties. Liberty Bell has five offices in Beaver County.

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PENNSYLVANIA DEPARTMENT OF BANKING
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Robert P. Casey
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Secretary

NEWS RELEASE

CONTACT : R. Jennifer Wang - 717-787-2571 **FOR RELEASE :**

THE PENNSYLVANIA DEPARTMENT OF BANKING DID NOT HAVE A NEWS RELEASE FOR THE CALL REPORT PERIOD ENDING MARCH 1989.

HOWEVER, ATTACHED ARE PERTINENT RATIOS AND SUPPORTING TABLES.

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
03/31/89				
1. Capital to Assets Ratio	8.2	5.7	14.9	7.6
2. Return on Assets*	1.1	0.3	2.8	0.9
3. Return on Capital*	15.2	6.3	19.1	13.4
4. Yield on Loans*	10.8	11.9	11.7	11.0
5. Yield on Securities*	8.3	8.6	8.2	8.4
6. Average Cost of Deposits*	6.8	7.5	7.4	7.0
7. Loans to Deposits Ratio	81.0	60.9	98.4	75.8
12/31/88				
1. Capital to Assets Ratio	8.1	5.3	17.5	7.3
2. Return on Assets	1.0	(1.0)	2.6	0.4
3. Return on Capital	13.5	(20.8)	15.1	6.4
4. Yield on Loans	9.7	10.9	11.3	10.0
5. Yield on Securities	7.9	8.7	7.8	8.2
6. Average Cost of Deposits	8.0	8.6	7.8	8.2
7. Loans to Deposits Ratio	6.2	7.1	7.0	6.4
03/31/88				
1. Capital to Assets Ratio	8.1	5.9	15.0	7.5
2. Return on Assets*	1.0	0.0 (b)	2.3	0.7
3. Return on Capital*	13.9	0.1	15.6	10.5
4. Yield on Loans*	9.9	10.2	9.7	10.0
5. Yield on Securities*	8.0	8.6	9.3	8.3
6. Average Cost of Deposits*	6.2	7.1	6.7	6.5
7. Loans to Deposits Ratio	77.4	72.9	90.3	76.2

* Annualized rates

(a) Private banks and trust companies
(b) Less than 0.01%

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	03/31/89		03/31/88		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT OF TOTAL
ASSETS						
CASH AND EQUIVALENT	$ 3,874,244	5.5%	$ 3,692,878	5.3%	$ 181,366	4.9%
SECURITIES	18,941,421	26.9%	19,742,612	28.6%	(801,191)	-4.1%
FED FUNDS SOLD	1,767,963	2.5%	1,189,284	1.7%	578,679	48.7%
LOANS & LEASES	43,072,253	61.1%	41,661,508	60.4%	1,410,745	3.4%
LOAN LOSS RESERVE	526,976	0.7%	469,679	0.7%	57,297	12.2%
NET LOANS & LEASES	42,545,277	60.4%	41,191,829	59.7%	1,353,448	3.3%
TRADING ACCOUNT ASSETS	48,597	0.1%	57,856	0.1%	(9,259)	-16.0%
FIXED ASSETS	773,811	1.1%	723,396	1.0%	50,415	7.0%
OTHER REAL ESTATE	250,709	0.4%	184,601	0.3%	66,108	35.8%
INVESTMENTS IN SUBS	392,775	0.6%	320,917	0.5%	71,858	22.4%
CUSTOMERS' LIABILITY	22,651	0.0%	20,371	0.0%	2,280	11.2%
INTANGIBLE ASSETS	526,920	0.7%	682,236	1.0%	(155,316)	-22.8%
OTHER ASSETS	1,313,689	1.9%	1,222,940	1.8%	90,749	7.4%
TOTAL ASSETS	70,458,057	100.0%	69,028,920	100.0%	1,429,137	2.1%
LIABILITIES						
NONINT-BEARING DEPOSITS	6,059,178	8.6%	6,026,530	8.7%	32,648	0.5%
INT-BEARING DEPOSITS	50,484,823	71.7%	47,842,958	69.3%	2,641,865	5.5%
TOTAL DEPOSITS	56,544,001	80.3%	53,869,488	78.0%	2,674,513	5.0%
FED FUNDS PURCHASED	4,649,485	6.6%	5,413,621	7.8%	(764,136)	-14.1%
NOTES TO U.S. TREASURY	167,696	0.2%	294,515	0.4%	(126,819)	-43.1%
OTHER BORROWINGS	2,326,856	3.3%	2,575,842	3.7%	(248,986)	-9.7%
MORTGAGE & CAPITAL LEASES	43,408	0.1%	47,075	0.1%	(3,667)	-7.8%
SUBORDINATED NOTES	485,688	0.7%	108,300	0.2%	377,388	>200%
OTHER LIABILITIES	1,427,481	2.0%	2,064,344	3.0%	(636,863)	-30.9%
TOTAL LIABILITIES	65,644,615	93.2%	64,373,185	93.3%	1,271,430	2.0%
EQUITY CAPITAL						
PREFERRED STOCK	4,214	0.0%	12	0.0%	4,202	>200%
COMMON STOCK	404,815	0.6%	392,152	0.6%	12,663	3.2%
SURPLUS	2,018,307	2.9%	2,060,249	3.0%	(41,942)	-2.0%
UNDIVIDED PROFITS	2,392,278	3.4%	2,203,322	3.2%	188,956	8.6%
LESS: NET UNREALIZED LOSS	6,272	0.0%	NA	NA	NA	NA
TOTAL EQUITY CAPITAL	4,813,342	6.8%	4,655,735	6.7%	157,607	3.4%
TOTAL LIAB & CAPITAL	70,457,957	100.0%	69,028,920	100.0%	1,429,037	2.1%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF MARCH 31, 1989

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,432,300	$ 409,252	$ 19,616	$ 4,241	$ 8,835	$ 3,874,244
SECURITIES	10,863,643	7,987,891	33,554	25,348	30,985	18,941,421
FED FUNDS SOLD	870,917	861,890	28,341	150	6,665	1,767,963
LOANS & LEASES	33,463,818	8,977,516	308,024	538	322,357	43,072,253
LOAN LOSS RESERVE	389,508	131,679	2,153	0	3,636	526,976
NET LOANS & LEASES	33,074,310	8,845,837	305,871	538	318,721	42,545,277
TRADING ACCOUNT ASSETS	48,334	0	0	263	0	48,597
FIXED ASSETS	601,558	165,039	3,595	3,619	0	773,811
OTHER REAL ESTATE	40,590	209,551	568	0	0	250,709
INVESTMENTS IN SUBS	362,425	29,201	916	233	0	392,775
CUSTOMERS' LIABILITY	21,410	164	160	0	917	22,651
INTANGIBLE ASSETS	46,112	480,609	185	14	0	526,920
OTHER ASSETS	831,709	451,143	14,060	10,017	6,760	1,313,689
TOTAL ASSETS	50,193,308	19,440,577	406,866	44,423	372,883	70,458,057
LIABILITIES						
NONINT-BEARING DEPOSITS	5,542,652	469,645	26,172	0	20,709	6,059,178
INT-BEARING DEPOSITS	35,780,537	14,261,884	287,420	0	154,982	50,484,823
TOTAL DEPOSITS	41,323,189	14,731,529	313,592	0	175,691	56,544,001
FED FUNDS PURCHASED	3,371,384	1,278,101	0	0	0	4,649,485
NOTES TO U.S. TREASURY	167,696	0	0	0	0	167,696
OTHER BORROWINGS	636,900	1,683,312	0	0	6,644	2,326,856
MORTGAGE & CAPITAL LEASE	38,977	4,431	0	0	0	43,408
SUBORDINATED NOTES	129,188	356,250	0	250	0	485,688
OTHER LIABILITIES	752,206	412,656	61,183	10,888	190,548	1,427,481
TOTAL LIABILITIES	46,419,540	18,466,279	374,775	11,138	372,883	65,644,615
EQUITY CAPITAL						
PREFERRED STOCK	4,214	0	0	0	0	4,214
COMMON STOCK	352,066	40,494	8,405	3,850	0	404,815
SURPLUS	1,448,865	542,161	15,797	11,484	0	2,018,307
UNDIVIDED PROFITS	1,972,205	394,233	7,889	17,951	0	2,392,278
LESS: NET UNREALIZED LOSS	3,682	2,590	0	0	0	6,272
TOTAL EQUITY CAPITAL	3,773,668	974,298	32,091	33,285	0	4,813,342
TOTAL LIAB & CAPITAL	50,193,208	19,440,577	406,866	44,423	372,883	70,457,957

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/89 TO 03/31/89	01/01/88 TO 03/31/88	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$1,638,811	$1,470,665	$168,146	11.43%
TOTAL INTEREST EXPENSE	1,071,287	961,408	109,879	11.43%
NET INTEREST INCOME	567,524	509,257	58,267	11.44%
LOAN/LEASE LOSS PROVISION	41,843	36,304	5,539	15.26%
TOTAL NONINTEREST INCOME	181,114	160,087	21,027	13.13%
GAINS/LOSSES ON SECURITIES	5,319	16,152	(10,833)	-67.07%
TOTAL NONINTEREST EXPENSE	510,316	499,744	10,572	2.12%
INCOME BEFORE INCOME TAXES	201,798	149,448	52,350	35.03%
APPLICABLE INCOME TAXES	42,524	31,937	10,587	33.15%
INCOME BEFORE EXTRAORDINARY ITEMS	159,274	117,511	41,763	35.54%
EXTRAORDINARY ITEMS/ADJUSTMENTS	2,369	4,463	(2,094)	-46.92%
NET INCOME	161,643	121,974	39,669	32.52%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE YEAR ENDED MARCH 31, 1989

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$ 884,086	$265,937	$ 8,991	$ 14	$1,159,028
FROM LEASE FINANCING	16,661	1,885	0	0	18,546
FROM DEPOSITORY INSTITUTIONS	23,415	5,330	218	7	28,970
INT/DIV ON SECURITIES	225,112	170,767	515	693	397,087
FROM TRADING ACCOUNT ASSETS	645	0	0	0	645
ON FEDERAL FUNDS SOLD	22,694	11,226	459	156	34,535
TOTAL INTEREST INCOME	1,172,613	455,145	10,183	870	1,638,811
INTEREST EXPENSE					
ON DEPOSITS	605,925	265,892	5,311	0	877,128
ON FED FUNDS PURCHASED	67,225	45,772	17	0	113,014
ON BORROWINGS	19,872	47,051	86	0	67,009
MORTGAGE & CAPITAL LEASES	990	81	0	0	1,071
ON SUBORDINATED NOTES	3,114	9,940	0	11	13,065
TOTAL INTEREST EXPENSE	697,126	368,736	5,414	11	1,071,287
NET INTEREST INCOME	475,487	86,409	4,769	859	567,524
LOAN/LEASE LOSS PROVISION	32,819	8,485	539	0	41,843
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	21,055	0	0	0	21,055
SERVICE CHARGES	26,752	5,685	445	0	32,882
OTHER NONINTEREST INCOME	75,910	34,649	805	15,813	127,177
TOTAL NONINTEREST INCOME	123,717	40,334	1,250	15,813	181,114
GAINS/LOSSES ON SECURITIES	2,073	3,121	(28)	153	5,319
NONINTEREST EXPENSE					
SALARIES & BENEFITS	168,684	39,286	1,493	3,764	213,227
PREMISES & FIXED ASSETS	49,709	16,247	424	4,453	70,833
OTHER NONINTEREST EXPENSE	171,995	45,806	1,240	7,215	226,256
TOTAL NONINTEREST EXPENSE	390,388	101,339	3,157	15,432	510,316
INCOME BEFORE INCOME TAXES	178,070	20,040	2,295	1,393	201,798
APPLICABLE INCOME TAXES	35,060	6,899	90	475	42,524
INCOME BEFORE EXTRAORDINARY ITEMS	143,010	13,141	2,205	918	159,274
EXTRAORDINARY ITEMS/ADJUSTMENTS	44	2,325	0	0	-2,369
NET INCOME	143,054	15,466	2,205	918	161,643

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	03/31/89		12/31/88		03/31/88		
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	
COMMERCIAL BANKS	134	1,617	132	1,600	127	1,550	7
SAVINGS BANKS	11	196	12	199	10	224	1
PRIVATE BANKS	5	6	5	6	5	6	
TRUST COMPANIES	10	0	10	0	10	0	
FOREIGN BANK OFFICES	-	8	-	10	-	10	
TOTAL STATE BANKS	160	1,827	159	1,815	152	1,790	8

PB1.17/2:9/7/1989 c.2

PENNSYLVANIA DEPARTMENT OF BANKING
333 Market St., 16th Floor • Harrisburg, PA 17101-2290

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

NEWS RELEASE

CONTACT : 717-787-2571 R. Jennifer Wang **FOR RELEASE :** Immediate

HARRISBURG, September 7 --- The Pennsylvania state banking system marked the first six months of 1989 by posting another all time record high in total assets, according to Secretary of Banking Sarah W. Hargrove.

Pennsylvania also saw its number of banks grow, bringing to 160 the number of state-chartered banks operating in the state. For the 12-month period since June 1988, the state system added ten new charters: eight new banks and two conversions. However, the overall gain was partially offset by mergers, resulting in a net increase of seven commercial banks.

Total assets of all reporting institutions, including foreign bank offices, as of June 30, 1989, were approximately $70 billion, an increase of $829 million, or 1.2 percent over last year. The growth in assets was primarily attributable to increases in total loans of $1.6 billion, which helped support the growth of Pennsylvania's economy and also reflected the state's economic strength. On the liability side, growth of $2.1 billion, or 3.8 percent in total deposits, and $185 million, or 4.0 percent in equity capital, were also reported for the twelve-month period ending June 30, 1989.

The 160 reporting institutions included 134 commercial banks, 11 savings banks, five private banks, and ten trust companies. Together, the institutions maintain 1,841 branch offices, 270 of which are remote service facilities (ATMs). In addition, six foreign banks maintain seven branches or representative offices in Pennsylvania.

- more -

STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

The 134 commercial banks reported total assets of about $51.4 billion, an increase of $4.0 billion over those of June 30, 1988 when 127 banks reported. Total assets reported by the 11 savings banks totaled $18 billion. The five private banks reported assets of $427 million, an increase of $63 million from a year ago. The ten trust companies reported $46 million in total assets, reflecting a growth of almost $6 million. Three of the seven foreign bank offices in the state book their assets in Pennsylvania and reported combined assets of about $362 million.

Total bank earnings for the second quarter of 1989, excluding foreign banks, amounted to $279 million, a $96 million increase from June 1988 when the figure was nearly $183 million. Net income of the commercial banks for the six-month period was $271 million, which represented an increase of $18 million, or about 7.0 percent, over the same period last year. The second quarter net income of the 11 savings banks was $394 thousand, a significant increase of almost $75 million from a year ago. Net earnings for private banks were about $5 million, and trust companies reported net income of almost $2.3 million, a 20 percent increase from the same period last year.

# # #

EDITOR'S NOTE: Listed on the following page are pertinent ratios compared to those of last quarter and last year, followed by five supporting tables.

COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

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September 7, 1989

Please insert the following revised Analysis Ratios into our News Release dated September 7 for the period ended June 30, 1989:

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
06/30/89				
1. Capital to Assets Ratio	8.2	5.8	14.8	7.6
2. Return on Assets*	1.1	0.0 **	3.1	0.8
3. Return on Capital*	14.1	0.1	21.6	11.5
4. Yield on Loans*	10.8	11.4	11.5	10.9
5. Yield on Securities*	8.4	10.4	8.7	9.1
6. Average Cost of Deposits*	6.9	7.8	7.6	7.1
7. Loans to Deposits Ratio	81.1	63.3	100.6	77.2
03/31/89				
1. Capital to Assets Ratio	8.2	5.7	14.9	7.6
2. Return on Assets*	1.1	0.3	2.8	0.9
3. Return on Capital*	15.2	6.3	19.1	13.4
4. Yield on Loans*	10.8	11.9	11.7	11.0
5. Yield on Securities*	8.3	8.6	8.2	8.4
6. Average Cost of Deposits*	6.8	7.5	7.4	7.0
7. Loans to Deposits Ratio	81.0	60.9	98.4	75.8
06/30/88				
1. Capital to Assets Ratio	8.1	5.8	15.2	7.4
2. Return on Assets*	1.1	(0.7)	2.5	0.5
3. Return on Capital*	14.4	(13.8)	16.9	7.8
4. Yield on Loans*	9.7	10.5	9.8	9.9
5. Yield on Securities*	8.0	8.7	9.2	8.3
6. Average Cost of Deposits*	6.1	7.2	6.4	6.4
7. Loans to Deposits Ratio	78.1	72.9	92.1	77.0

* Annualized rates
** Less than 0.01%

(a) Private banks and trust companies

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
06/30/89				
1. Capital to Assets Ratio	8.2	5.8	14.8	7.6
2. Return on Assets*	1.1	0.0	6.2	1.6
3. Return on Capital*	14.1	0.2	43.1	23.0
4. Yield on Loans*	10.8	22.8	23.0	21.8
5. Yield on Securities*	8.4	20.8	17.3	18.2
6. Average Cost of Deposits*	6.9	15.7	15.2	14.3
7. Loans to Deposits Ratio	81.1	63.3	100.6	77.2
03/31/89				
1. Capital to Assets Ratio	8.2	5.7	14.9	7.6
2. Return on Assets*	1.1	0.3	2.8	0.9
3. Return on Capital*	15.2	6.3	19.1	13.4
4. Yield on Loans*	10.8	11.9	11.7	11.0
5. Yield on Securities*	8.3	8.6	8.2	8.4
6. Average Cost of Deposits*	6.8	7.5	7.4	7.0
7. Loans to Deposits Ratio	81.0	60.9	98.4	75.8
06/30/88				
1. Capital to Assets Ratio	8.1	5.8	15.2	7.4
2. Return on Assets*	1.1	(0.7)	2.5	0.5
3. Return on Capital*	14.4	(13.8)	16.9	7.8
4. Yield on Loans*	9.7	10.5	9.8	9.9
5. Yield on Securities*	8.0	8.7	9.2	8.3
6. Average Cost of Deposits*	6.1	7.2	6.4	6.4
7. Loans to Deposits Ratio	78.1	72.9	92.1	77.0

* Annualized rates

(a) Private banks and trust companies

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	06/30/89		06/30/88		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT OF TOTAL
ASSETS						
CASH AND EQUIVALENT	$ 3,998,274	5.7%	$ 3,630,080	5.2%	$ 368,194	10.1%
SECURITIES	17,452,019	24.8%	19,463,833	28.0%	(2,011,814)	-10.3%
FED FUNDS SOLD	1,428,612	2.0%	1,471,281	2.1%	(42,669)	-2.9%
LOANS & LEASES	43,765,635	62.1%	42,181,549	60.6%	1,584,086	3.8%
LOAN LOSS RESERVE	529,853	0.8%	504,229	0.7%	25,624	5.1%
NET LOANS & LEASES	43,235,782	61.4%	41,677,320	59.9%	1,558,462	3.7%
TRADING ACCOUNT ASSETS	1,089,174	1.5%	66,156	0.1%	1,023,018	>200.0%
FIXED ASSETS	771,720	1.1%	722,320	1.0%	49,400	6.8%
OTHER REAL ESTATE	247,728	0.4%	238,706	0.3%	9,022	3.8%
INVESTMENTS IN SUBS	429,557	0.6%	370,461	0.5%	59,096	16.0%
CUSTOMERS' LIABILITY	22,195	0.0%	58,074	0.1%	(35,879)	-61.8%
INTANGIBLE ASSETS	485,723	0.7%	673,557	1.0%	(187,834)	-27.9%
OTHER ASSETS	1,300,652	1.8%	1,260,855	1.8%	39,797	3.2%
TOTAL ASSETS	70,461,436	100.0%	69,632,643	100.0%	828,793	1.2%
LIABILITIES						
NONINT-BEARING DEPOSITS	6,289,044	8.9%	6,347,638	9.1%	(58,594)	-0.9%
INT-BEARING DEPOSITS	50,427,419	71.6%	48,282,190	69.3%	2,145,229	4.4%
TOTAL DEPOSITS	56,716,463	80.5%	54,629,828	78.5%	2,086,635	3.8%
FED FUNDS PURCHASED	4,532,829	6.4%	5,585,966	8.0%	(1,053,137)	-18.9%
NOTES TO U.S. TREASURY	324,327	0.5%	319,240	0.5%	5,087	1.6%
OTHER BORROWINGS	2,338,897	3.3%	2,477,524	3.6%	(138,627)	-5.6%
MORTGAGE & CAPITAL LEASES	43,778	0.1%	45,410	0.1%	(1,632)	-3.6%
SUBORDINATED NOTES	268,699	0.4%	499,456	0.7%	(230,757)	-46.2%
OTHER LIABILITIES	1,378,778	2.0%	1,402,810	2.0%	(24,032)	-1.7%
TOTAL LIABILITIES	65,603,771	93.1%	64,960,234	93.3%	643,537	1.0%
EQUITY CAPITAL						
PREFERRED STOCK	4,214	0.0%	11	0.0%	4,203	>200.0%
COMMON STOCK	407,948	0.6%	394,136	0.6%	13,812	3.5%
SURPLUS	2,021,845	2.9%	1,949,151	2.8%	72,694	3.7%
UNDIVIDED PROFITS	2,429,200	3.4%	2,329,111	3.3%	100,089	4.3%
LESS: NET UNREALIZED LOSS	5,542	0.0%	N.A.	N.A.	N.A.	N.A.
TOTAL EQUITY CAPITAL	4,857,665	6.9%	4,672,409	6.7%	185,256	4.0%
TOTAL LIAB & CAPITAL	70,461,436	100.0%	69,632,643	100.0%	828,793	1.2%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF JUNE 30, 1989

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,460,244	$ 497,283	$ 20,817	$ 4,738	$ 15,192	$ 3,998,274
SECURITIES	10,799,263	6,556,032	34,992	23,785	37,947	17,452,019
FED FUNDS SOLD	1,105,011	296,845	25,121	100	1,535	1,428,612
LOANS & LEASES	34,331,667	8,802,486	326,673	635	304,174	43,765,635
LOAN LOSS RESERVE	398,627	124,820	2,363	0	4,043	529,853
NET LOANS & LEASES	33,933,040	8,677,666	324,310	635	300,131	43,235,782
TRADING ACCOUNT ASSETS	75,868	1,013,029	0	277	0	1,089,174
FIXED ASSETS	625,837	138,324	3,942	3,617	0	771,720
OTHER REAL ESTATE	58,428	188,730	570	0	0	247,728
INVESTMENTS IN SUBS	401,249	27,168	907	233	0	429,557
CUSTOMERS' LIABILITY	20,305	126	209	0	1,555	22,195
INTANGIBLE ASSETS	48,042	437,495	172	14	0	485,723
OTHER ASSETS	884,321	381,447	16,154	12,617	6,113	1,300,652
TOTAL ASSETS	51,411,608	18,214,145	427,194	46,016	362,473	70,461,436
LIABILITIES						
NONINT-BEARING DEPOSITS	5,785,631	456,755	26,402	0	20,256	6,289,044
INT-BEARING DEPOSITS	36,530,219	13,448,273	299,049	0	149,878	50,427,419
TOTAL DEPOSITS	42,315,850	13,905,028	325,451	0	170,134	56,716,463
FED FUNDS PURCHASED	3,188,525	1,341,304	0	0	3,000	4,532,829
NOTES TO U.S. TREASURY	324,327	0	0	0	0	324,327
OTHER BORROWINGS	762,977	1,568,681	0	1,080	6,159	2,338,897
MORTGAGE & CAPITAL LEASE	39,237	4,541	0	0	0	43,778
SUBORDINATED NOTES	128,449	140,000	0	250	0	268,699
OTHER LIABILITIES	793,965	323,070	67,328	11,235	183,180	1,378,778
TOTAL LIABILITIES	47,553,330	17,282,624	392,779	12,565	362,473	65,603,771
EQUITY CAPITAL						
PREFERRED STOCK	4,214	0	0	0	0	4,214
COMMON STOCK	355,367	40,494	8,237	3,850	0	407,948
SURPLUS	1,451,864	542,696	15,802	11,483	0	2,021,845
UNDIVIDED PROFITS	2,050,230	350,476	10,376	18,118	0	2,429,200
LESS: NET UNREALIZED LOSS	3,397	2,145	0	0	0	5,542
TOTAL EQUITY CAPITAL	3,858,278	931,521	34,415	33,451	0	4,857,665
TOTAL LIAB & CAPITAL	51,411,608	18,214,145	427,194	46,016	362,473	70,461,436

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/89 TO 06/30/89	01/01/88 TO 06/30/88	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$3,310,597	$2,964,265	$346,332	11.68%
TOTAL INTEREST EXPENSE	2,175,597	1,926,588	249,009	12.92%
NET INTEREST INCOME	1,135,000	1,037,677	97,323	9.38%
LOAN/LEASE LOSS PROVISION	88,806	94,798	(5,992)	-6.32%
TOTAL NONINTEREST INCOME	355,398	322,500	32,898	10.20%
GAINS/LOSSES ON SECURITIES	(14,659)	20,776	(35,435)	-170.56%
TOTAL NONINTEREST EXPENSE	1,031,560	1,040,419	(8,859)	-0.85%
INCOME BEFORE INCOME TAXES	355,373	245,736	109,637	44.62%
APPLICABLE INCOME TAXES	82,332	64,403	17,929	27.84%
INCOME BEFORE EXTRAORDINARY ITEMS	273,041	181,333	91,708	50.57%
EXTRAORDINARY ITEMS/ADJUSTMENTS	5,729	1,507	4,222	280.16%
NET INCOME	278,770	182,840	95,930	52.47%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
SIX MONTHS ENDED JUNE 30, 1989

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$1,828,016	$498,983	$18,842	$ 23	$2,345,864
FROM LEASE FINANCING	33,827	2,817	0	0	36,644
FROM DEPOSITORY INSTITUTIONS	47,249	10,105	433	22	57,809
INT/DIV ON SECURITIES	452,473	340,439	1,117	1,428	795,457
FROM TRADING ACCOUNT ASSETS	1,822	261	0	0	2,083
ON FEDERAL FUNDS SOLD	47,536	23,827	1,051	326	72,740
TOTAL INTEREST INCOME	2,410,923	876,432	21,443	1,799	3,310,597
INTEREST EXPENSE					
ON DEPOSITS	1,263,522	527,736	11,401	0	1,802,659
ON FED FUNDS PURCHASED	139,856	80,591	17	0	220,464
ON BORROWINGS	40,813	88,970	191	0	129,974
MORTGAGE & CAPITAL LEASES	1,993	151	0	0	2,144
ON SUBORDINATED NOTES	6,176	14,155	0	25	20,356
TOTAL INTEREST EXPENSE	1,452,360	711,603	11,609	25	2,175,597
NET INTEREST INCOME	958,563	164,829	9,834	1,774	1,135,000
LOAN/LEASE LOSS PROVISION	67,090	20,799	917	0	88,806
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	43,099	0	0	0	43,099
SERVICE CHARGES	53,172	11,571	931	0	65,674
OTHER NONINTEREST INCOME	153,060	58,684	1,688	33,193	246,625
TOTAL NONINTEREST INCOME	249,331	70,255	2,619	33,193	355,398
GAINS/LOSSES ON SECURITIES	1,323	(16,251)	(17)	286	(14,659)
NONINTEREST EXPENSE					
SALARIES & BENEFITS	339,244	70,738	3,025	7,631	420,638
PREMISES & FIXED ASSETS	99,333	28,632	842	9,651	138,458
OTHER NONINTEREST EXPENSE	363,313	92,069	2,431	14,651	472,464
TOTAL NONINTEREST EXPENSE	801,890	191,439	6,298	31,933	1,031,560
INCOME BEFORE INCOME TAXES	340,237	6,595	5,221	3,320	355,373
APPLICABLE INCOME TAXES	69,291	11,818	180	1,043	82,332
INCOME BEFORE EXTRAORDINARY ITEMS	270,946	(5,223)	5,041	2,277	273,041
EXTRAORDINARY ITEMS/ADJUSTMENTS	112	5,617	0	0	5,729
NET INCOME	271,058	394	5,041	2,277	278,770

TABLE 5

PENNSYLVANIA DEPARTMENT OF BANKING

TOTAL NUMBER OF BANKS AND BRANCH OFFICES

	06/30/89		03/31/89		06/30/88	
	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES	BANKS	BRANCH OFFICES
COMMERCIAL BANKS	134	1,636	134	1,617	127	1,567
SAVINGS BANKS	11	191	11	196	11	224
PRIVATE BANKS	5	7	5	6	5	6
TRUST COMPANIES	10	0	10	0	10	0
FOREIGN BANK OFFICES	-	7	-	8	-	10
TOTAL STATE BANKS	160	1,841	160	1,827	153	1,807

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COMMONWEALTH OF PENNSYLVANIA
DEPARTMENT OF BANKING
333 MARKET STREET, 16TH FLOOR
HARRISBURG, PENNSYLVANIA 17101-2290

SARAH W. HARGROVE
SECRETARY OF BANKING

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NEWS RELEASE

BANKS/REPORTS OF CONDITION

FOR IMMEDIATE RELEASE

BUREAU OF INFORMATION AND CONSUMER SERVICES

For Further Information Contact:
Stephanie G. Maurer
Press Secretary to
Secretary Hargrove
717-783-4721 (Office)

HARRISBURG (December 7) -- Banking Secretary Sarah W. Hargrove said today that Pennsylvania's state-chartered banks reported a 44.8 percent increase in earnings -- from $280 million to $405 million -- for the first nine months of 1989 compared to the same period last year.

The highest percentage of increase in net income came from private banks, up 49.7 percent to nearly $7.5 million. They were followed by trust companies, up 49.4 percent to more than $3 million. Commercial banks, which outnumber the other groups, had a 13.8 percent increase to more than $409 million.

The only group to show a net loss was savings banks. Ten of the 11 banks reported a profit, but a $41 million loss by Meritor Savings Bank, the state's largest, caused the category as a whole to reflect a $14.8 million loss. Savings banks reported losses of $87 million during the same nine-month period last year.

Total assets of all reporting institutions as of September 30, 1989, were $70.1 billion. The slight 1.6 percent decrease compared to September 1988 is attributable primarily to a reduction in assets of the state's savings banks.

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STATE LIBRARY OF PENNSYLVANIA
DOCUMENTS SECTION

Total deposits for all institutions for the 12 months increased by 2.4 percent to $57.4 billion.

There was also an increase in the number of commercial and savings banks in the Commonwealth. Since September 1988, the state banking system has added six new banks -- five through new charters and another through conversion of an existing charter. The net increase is three banks, because of mergers among institutions.

Pennsylvania now has 160 state-chartered banking institutions, all of which are required to file quarterly reports of condition and income. The institutions include 134 commercial banks, 11 savings banks, five private banks,. and 10 trust companies. In total, the institutions maintain 1,851 branch offices, 275 of which are remote service facilities housing automated teller machines.

Included in the number of branches are seven foreign bank offices located in Pennsylvania, three of which are required to file reports of their condition.

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(EDITOR'S NOTE: Attached are tables detailing the banks' conditions.)

PERTINENT ANALYSIS RATIOS

(In Percent)

	COMMERCIAL BANKS	SAVINGS BANKS	OTHER(a) BANKS	TOTAL STATE
09/30/89				
1. Capital to Assets Ratio	8.2	6.1	14.5	7.8
2. Return on Assets*	1.0	(0.1)	2.8	0.8
3. Return on Capital*	13.8	(2.2)	20.1	11.0
4. Yield on Loans*	10.7	11.2	11.3	10.8
5. Yield on Securities*	8.3	10.4	7.9	9.1
6. Average Cost of Deposits*	6.9	7.9	7.5	7.2
7. Loans to Deposits Ratio	81.7	63.2	97.7	77.3
06/30/89				
1. Capital to Assets Ratio	8.2	5.8	14.8	7.6
2. Return on Assets*	1.1	0.0 **	3.1	0.8
3. Return on Capital*	14.1	0.1	21.6	11.5
4. Yield on Loans*	10.8	11.4	11.5	10.9
5. Yield on Securities*	8.4	10.4	8.7	9.1
6. Average Cost of Deposits*	6.9	7.8	7.6	7.1
7. Loans to Deposits Ratio	81.1	63.3	100.6	77.2
09/30/88				
1. Capital to Assets Ratio	8.1	5.6	15.2	7.4
2. Return on Assets*	1.0	(0.5)	2.3	0.5
3. Return on Capital*	13.3	(10.8)	15.5	7.9
4. Yield on Loans*	9.7	10.6	10.1	10.0
5. Yield on Securities*	7.9	8.7	8.8	8.2
6. Average Cost of Deposits*	6.1	6.9	6.5	6.4
7. Loans to Deposits Ratio	78.7	69.6	91.3	76.3

* Annualized rates
** Less than 0.01%

(a) Private banks and trust companies

TABLE 1

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF CONDITION

(DOLLAR AMOUNTS IN THOUSANDS)

	09/30/89		09/30/88		12-MONTH PERIOD	
	TOTAL STATE	PERCENT OF TOTAL	TOTAL STATE	PERCENT OF TOTAL	AMOUNT CHANGE	PERCENT OF TOTAL
ASSETS						
CASH AND EQUIVALENT	$ 3,951,048	5.6%	$ 4,112,104	5.8%	$ (161,056)	-3.9%
SECURITIES	17,050,011	24.3%	19,332,838	27.1%	(2,282,827)	-11.8%
FED FUNDS SOLD	1,661,151	2.4%	1,839,538	2.6%	(178,387)	-9.7%
LOANS & LEASES	44,583,329	63.6%	43,100,913	60.5%	1,482,416	3.4%
LOAN LOSS RESERVE	541,702	0.8%	519,567	0.7%	22,135	4.3%
NET LOANS & LEASES	44,041,627	62.8%	42,581,346	59.7%	1,460,281	3.4%
TRADING ACCOUNT ASSETS	100,477	0.1%	32,679	0.0%	67,798	>200.0%
FIXED ASSETS	796,072	1.1%	738,042	1.0%	58,030	7.9%
OTHER REAL ESTATE	243,480	0.3%	223,778	0.3%	19,702	8.8%
INVESTMENTS IN SUBS	458,268	0.7%	425,579	0.6%	32,689	7.7%
CUSTOMERS' LIABILITY	21,124	0.0%	29,451	0.0%	(8,327)	-28.3%
INTANGIBLE ASSETS	470,738	0.7%	654,199	0.9%	(183,461)	-28.0%
OTHER ASSETS	1,352,809	1.9%	1,306,974	1.8%	45,835	3.5%
TOTAL ASSETS	70,146,805	100.0%	71,276,528	100.0%	(1,129,723)	-1.6%
LIABILITIES						
NONINT-BEARING DEPOSITS	6,046,281	8.6%	6,242,728	8.8%	(196,447)	-3.1%
INT-BEARING DEPOSITS	51,377,242	73.2%	49,829,078	69.9%	1,548,164	3.1%
TOTAL DEPOSITS	57,423,523	81.9%	56,071,806	78.7%	1,351,717	2.4%
FED FUNDS PURCHASED	3,757,574	5.4%	5,251,061	7.4%	(1,493,487)	-28.4%
NOTES TO U.S. TREASURY	334,366	0.5%	338,793	0.5%	(4,427)	-1.3%
OTHER BORROWINGS	1,927,890	2.7%	2,822,041	4.0%	(894,151)	-31.7%
MORTGAGE & CAPITAL LEASES	43,996	0.1%	45,834	0.1%	(1,838)	-4.0%
SUBORDINATED NOTES	267,505	0.4%	523,285	0.7%	(255,780)	-48.9%
OTHER LIABILITIES	1,468,078	2.1%	1,480,592	2.1%	(12,514)	-0.8%
TOTAL LIABILITIES	65,222,932	93.0%	66,533,412	93.3%	(1,310,480)	-2.0%
EQUITY CAPITAL						
PREFERRED STOCK	4,214	0.0%	11	0.0%	4,203	>200.0%
COMMON STOCK	409,762	0.6%	401,525	0.6%	8,237	2.1%
SURPLUS	2,102,928	3.0%	2,082,238	2.9%	20,690	1.0%
UNDIVIDED PROFITS	2,412,116	3.4%	2,259,342	3.2%	152,774	6.8%
LESS: NET UNREALIZED LOSS	5,147	0.0%	N.A.	N.A	5,147	N.A
TOTAL EQUITY CAPITAL	4,923,873	7.0%	4,743,116	6.7%	180,757	3.8%
TOTAL LIAB & CAPITAL	70,146,805	100.0%	71,276,528	100.0%	(1,129,723)	-1.6%

TABLE 2

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF CONDITION
AS OF SEPTEMBER 30, 1989

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	FOREIGN BANKS	TOTAL STATE
ASSETS						
CASH AND EQUIVALENT	$ 3,397,029	$ 525,676	$ 19,641	$ 4,882	$ 3,820	$ 3,951,048
SECURITIES	10,814,759	6,134,291	37,442	25,171	38,348	17,050,011
FED FUNDS SOLD	1,241,278	380,505	34,943	125	4,300	1,661,151
LOANS & LEASES	35,242,069	8,695,626	340,931	596	304,107	44,583,329
LOAN LOSS RESERVE	410,457	124,462	2,708	0	4,075	541,702
NET LOANS & LEASES	34,831,612	8,571,164	338,223	596	300,032	44,041,627
TRADING ACCOUNT ASSETS	100,157	0	0	320	0	100,477
FIXED ASSETS	650,552	137,866	3,929	3,725	0	796,072
OTHER REAL ESTATE	63,495	179,499	486	0	0	243,480
INVESTMENTS IN SUBS	410,916	45,909	1,210	233	0	458,268
CUSTOMERS' LIABILITY	20,604	47	267	0	206	21,124
INTANGIBLE ASSETS	47,642	422,829	158	109	0	470,738
OTHER ASSETS	943,941	375,801	16,576	12,375	4,116	1,352,809
TOTAL ASSETS	52,521,985	16,773,587	452,875	47,536	350,822	70,146,805
LIABILITIES						
NONINT-BEARING DEPOSITS	5,565,993	437,161	26,399	0	16,728	6,046,281
INT-BEARING DEPOSITS	37,573,914	13,326,712	323,229	0	153,387	51,377,242
TOTAL DEPOSITS	43,139,907	13,763,873	349,628	0	170,115	57,423,523
FED FUNDS PURCHASED	3,269,054	487,520	0	0	1,000	3,757,574
NOTES TO U.S. TREASURY	334,366	0	0	0	0	334,366
OTHER BORROWINGS	808,888	1,113,995	0	1,080	3,927	1,927,890
MORTGAGE & CAPITAL LEASE	40,064	3,932	0	0	0	43,996
SUBORDINATED NOTES	127,255	140,000	0	250	0	267,505
OTHER LIABILITIES	847,320	365,905	67,004	12,069	175,780	1,468,078
TOTAL LIABILITIES	48,566,854	15,875,225	416,632	13,399	350,822	65,222,932
EQUITY CAPITAL						
PREFERRED STOCK	4,214	0	0	0	0	4,214
COMMON STOCK	357,185	40,494	8,233	3,850	0	409,762
SURPLUS	1,464,282	611,713	15,861	11,072	0	2,102,928
UNDIVIDED PROFITS	2,132,484	248,268	12,149	19,215	0	2,412,116
LESS: NET UNREALIZED LOSS	3,034	2,113	0	0	0	5,147
TOTAL EQUITY CAPITAL	3,955,131	898,362	36,243	34,137	0	4,923,873
TOTAL LIAB & CAPITAL	52,521,985	16,773,587	452,875	47,536	350,822	70,146,805

TABLE 3

PENNSYLVANIA DEPARTMENT OF BANKING

COMPARATIVE CONSOLIDATED REPORT OF INCOME

(DOLLAR AMOUNTS IN THOUSANDS)

	01/01/89 TO 09/30/89	01/01/88 TO 09/30/88	AMOUNT CHANGE	PERCENT CHANGE
TOTAL INTEREST INCOME	$4,961,306	$4,527,062	$434,244	9.59%
TOTAL INTEREST EXPENSE	3,281,415	2,949,535	331,880	11.25%
NET INTEREST INCOME	1,679,891	1,577,527	102,364	6.49%
LOAN/LEASE LOSS PROVISION	136,630	147,372	(10,742)	-7.29%
TOTAL NONINTEREST INCOME	516,485	483,669	32,816	6.78%
GAINS/LOSSES ON SECURITIES	(11,672)	(11,168)	(504)	4.51%
TOTAL NONINTEREST EXPENSE	1,530,763	1,531,250	(487)	-0.03%
INCOME BEFORE INCOME TAXES	517,311	371,406	145,905	39.28%
APPLICABLE INCOME TAXES	119,771	93,545	26,226	28.04%
INCOME BEFORE EXTRAORDINARY ITEMS	397,540	277,861	119,679	43.07%
EXTRAORDINARY ITEMS/ADJUSTMENTS	7,726	2,028	5,698	280.97%
NET INCOME	405,266	279,889	125,377	44.80%

TABLE 4

PENNSYLVANIA DEPARTMENT OF BANKING

CONSOLIDATED REPORT OF INCOME FOR THE
NINE MONTHS ENDED SEPTEMBER 30, 1989

(DOLLAR AMOUNTS IN THOUSANDS)

	COMMERCIAL BANKS	SAVINGS BANKS	PRIVATE BANKS	TRUST COs	TOTAL STATE
INTEREST INCOME					
ON LOANS	$2,782,044	$ 726,644	$28,948	$ 37	$3,537,673
FROM LEASE FINANCING	51,383	4,095	0	0	55,478
FROM DEPOSITORY INSTITUTIONS	73,517	17,181	655	16	91,369
INT/DIV ON SECURITIES	674,426	479,897	1,741	1,989	1,158,053
FROM TRADING ACCOUNT ASSETS	3,206	261	0	0	3,467
ON FEDERAL FUNDS SOLD	74,942	37,957	1,837	530	115,266
TOTAL INTEREST INCOME	3,659,518	1,266,035	33,181	2,572	4,961,306
INTEREST EXPENSE					
ON DEPOSITS	1,945,531	786,483	18,061	0	2,750,075
ON FED FUNDS PURCHASED	207,615	102,407	17	0	310,039
ON BORROWINGS	61,279	129,028	276	0	190,583
MORTGAGE & CAPITAL LEASES	2,983	203	0	0	3,186
ON SUBORDINATED NOTES	9,209	18,284	0	39	27,532
TOTAL INTEREST EXPENSE	2,226,617	1,036,405	18,354	39	3,281,415
NET INTEREST INCOME	1,432,901	229,630	14,827	2,533	1,679,891
LOAN/LEASE LOSS PROVISION	103,091	32,311	1,228	0	136,630
NONINTEREST INCOME					
FROM FIDUCIARY ACTIVITIES	64,509	0	0	0	64,509
SERVICE CHARGES	81,080	17,570	1,407	0	100,057
OTHER NONINTEREST INCOME	241,618	69,317	2,508	38,476	351,919
TOTAL NONINTEREST INCOME	387,207	86,887	3,915	38,476	516,485
GAINS/LOSSES ON SECURITIES	5,374	(17,650)	(12)	616	(11,672)
NONINTEREST EXPENSE					
SALARIES & BENEFITS	513,475	92,775	4,625	11,666	622,541
PREMISES & FIXED ASSETS	150,250	39,601	1,394	2,012	193,257
OTHER NONINTEREST EXPENSE	546,411	141,286	3,699	23,569	714,965
TOTAL NONINTEREST EXPENSE	1,210,136	273,662	9,718	37,247	1,530,763
INCOME BEFORE INCOME TAXES	512,255	(7,106)	7,784	4,378	517,311
APPLICABLE INCOME TAXES	102,953	15,266	290	1,262	119,771
INCOME BEFORE EXTRAORDINARY ITEMS	409,302	(22,372)	7,494	3,116	397,540
EXTRAORDINARY ITEMS/ADJUSTMENTS	152	7,574	0	0	7,726
NET INCOME	409,454	(14,798)	7,494	3,116	405,266

PENNSYLVANIA DEPARTMENT OF BANKING
333 Market St., 16th Floor • Harrisburg, PA 17101-2290

Robert P. Casey
Governor

Sarah W. Hargrove
Secretary

NEWS RELEASE

CONTACT : R. Jennifer Wang 717-787-2571 **FOR RELEASE :** Immediate

HARRISBURG (October 16, 1989) --- Pennsylvania's top ten commercial banks showed steady growth and reported higher income for the first six months of 1989 as compared to the same period last year, according to Secretary of Banking Sarah W. Hargrove.

As of June 30, 1989, the top ten commercial banks by asset size in Pennsylvania, reported total assets of $91.9 billion, a 4.1 percent increase from a year ago. Total assets of the top ten banks represented 51.3 percent of the total assets of all 310 commercial banks in Pennsylvania and nearly three percent of the national total.

These ten banks also reported total capital of over $4 billion, representing 40.6 percent of the state total and 2.1% of the United States total. Aggregate loans totaled $57 billion, which represented 51.6 percent of the state total and 2.9 percent of the national total.

Eight of the top ten banks reported higher income for the 6-month period of 1989, compared to 1988, while Fidelity Bank, NA, and Meridian Bank each reported lower net income. Total profits of the ten banks were $403 million as of June 1989, an increase of $39 million from last year when $364 million was reported. The net profit of $403 million represented 52.1 percent of all profits of Pennsylvania banks and 2.8 percent of the national total.

- more -

SELECTED FINANCIAL DATA FOR PENNSYLVANIA TOP TEN COMMERCIAL BANKS

BY ASSET SIZE AS OF JUNE 30, 1989

(Dollar Amounts in Millions)

	Bank Name	City	Total Assets	Total Loans	Equity Capital	Net Income
1	Mellon Bank, NA	Pittsburgh	$23,242	$13,320	$676	$66
2	Pittsburgh National Bank	Pittsburgh	15,662	8,109	738	79
3	Philadelphia National Bank	Philadelphia	9,987	5,894	604	50
4	Fidelity Bank, NA	Philadelphia	9,261	6,458	389	35
5	Meridian Bank	Reading	8,160	5,862	522	33
6	Provident National Bank	Bryn Mawr	7,505	5,164	487	54
7	First Pennsylvania Bank NA	Bala Cynwyd	6,575	4,527	351	33
8	Mellon Bank (East), NA	Bala Cynwyd	4,463	3,028	213	17
9	Continental Bank	Norristown	4,088	3,426	255	22
10	Equibank	Pittsburgh	2,939	1,569	174	14
	Total Top Ten PA Banks 06/89		$91,882	$57,357	$4,409	$403
	Total Top Ten PA Banks 06/88		88,268	55,147	4,108	364
	Increase or Decrease		3,614	2,210	301	39
	Percent of Change		4.1%	4.0%	7.3%	10.7%
	Total PA Banks (310 Banks) 06/89		179,131	111,157	10,863	774
	Percent of Top Ten Banks to Total PA Banks		51.3%	51.6%	40.6%	52.1%
	Total U.S. Banks (12,911 Banks) 06/89		3,188,494	1,978,830	205,426	14,249
	Percent of Top Ten Banks to Total U.S. Banks		2.9%	2.9%	2.1%	2.8%

PA Department of Banking - 10/16/89

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